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GOVERNMENT DOCUMENTS

The Corporation of the
CITY OF HAMILTON
HAMILTON, ONTARIO

FINANCIAL REPORT

1994

The Corporation of the City of Hamilton

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The Corporation of the City of Hamilton

SIX-YEAR FINANCIAL REVIEW

(all dollar amounts are in thousands
of dollars, except per capita figures)

	1994	1993	1992
1. POPULATION at the end of the year	316,105	320,120	313,918
2. AREA in acres at the end of the year	38,073	38,073	38,073
3. EMPLOYEES – continuous full time	2,104	2,176	2,318
– part time	1,353	1,511	1,553
4. NUMBER OF HOUSEHOLDS	134,141	133,293	132,530
5. ASSESSMENT			
Taxable assessment upon which the year's rates of taxation were raised			
Residential and farm	\$600,446	\$593,264	\$587,395
Commercial and industrial	278,819	283,836	286,680
Business	124,594	127,540	129,306
	<u>\$1,003,859</u>	<u>\$1,004,640</u>	<u>\$1,003,381</u>
Per capita	3,176	3,139	3,196
Commercial and industrial, and business as a percentage of taxable assessment	40.2%	40.9%	41.5%
Provincial equalization factor	5.38	5.38	4.91
6. RATES OF TAXATION			
Residential and farm mill rate			
for general municipal purposes	104.2203	104.2203	102.5572
for region or county purposes	106.9719	107.0004	103.5133
for school board purposes	190.1978	190.1989	186.1175
	<u>401.3900</u>	<u>401.4196</u>	<u>392.1880</u>
Commercial and industrial mill rate			
for general municipal purposes	122.6121	122.6121	120.6555
for region or county purposes	125.8493	125.8828	121.7803
for school board purposes	223.7621	223.7634	218.9618
	<u>472.2235</u>	<u>472.2583</u>	<u>461.3976</u>
7. REVENUE – general municipal purposes			
Taxation	\$115,680	\$116,107	\$114,427
Payments in lieu of taxes	7,359	7,445	7,328
Ontario grants	13,863	14,904	18,999
Other grants	760	767	206
Fees and service charges	30,344	31,690	27,098
Other	19,307	20,434	17,370
	<u>\$187,313</u>	<u>\$191,347</u>	<u>\$185,428</u>
8. TAX ARREARS – per capita	\$198	\$200	\$175
– percentage of current levy	14.1%	14.3%	12.6%
9. EXPENDITURE – general municipal	\$187,328	\$191,232	\$185,828
10. TRANSFERS TO THE REGION	\$126,529	\$126,842	\$122,054
11. TRANSFERS TO THE SCHOOL BOARDS	\$213,540	\$213,964	\$209,927
12. NET LONG-TERM LIABILITIES			
General municipal activities	\$62,987	\$59,454	\$73,086
– per capita	\$199	\$185	\$233
– percentage of taxable assessment	6.3%	5.9%	7.3%
Municipal enterprises	\$5,948	\$6,534	\$6,981
13. CHARGES FOR NET LONG-TERM LIABILITIES			
General municipal activities	\$15,206	\$16,599	\$14,195
– per capita	\$48	\$52	\$45
– as a mill rate	15.14	16.51	14.15
14. CAPITAL FINANCING during the year			
Contributions from own funds	\$6,261	\$8,941	\$12,763
Long-term liabilities incurred	12,296	205	22,000
Ontario grants	3,562	3,694	13,354
Other	511	553	2,016
	<u>\$22,630</u>	<u>\$13,393</u>	<u>\$50,133</u>
15. CAPITAL EXPENDITURE during the year	\$23,904	\$40,699	\$37,111
16. ACCUMULATED NET REVENUE	\$1,319	\$1,334	\$1,027
17. RESERVES AND RESERVE FUNDS	\$98,911	\$100,299	\$95,299

The Corporation of the City of Hamilton

SIX-YEAR FINANCIAL REVIEW

(all dollar amounts are in thousands
of dollars, except per capita figures)

	1991	1990	1989
1. POPULATION at the end of the year	313,918	307,160	307,160
2. AREA in acres at the end of the year	38,073	38,068	38,068
3. EMPLOYEES – continuous full time	2,342	2,330	2,109
– part time	1,536	1,385	1,349
4. NUMBER OF HOUSEHOLDS	131,620	130,333	129,166
5. ASSESSMENT			
Taxable assessment upon which the year's rates of taxation were raised			
Residential and farm	\$573,281	\$560,782	\$546,987
Commercial and industrial	292,745	288,918	284,917
Business	133,511	132,910	132,144
	<u>\$999,537</u>	<u>\$982,610</u>	<u>\$964,048</u>
Per capita	3,184	3,199	3,139
Commercial and industrial, and business as a percentage of taxable assessment	42.6%	42.9%	43.3%
Provincial equalization factor	4.91	4.91	5.82
6. RATES OF TAXATION			
Residential and farm mill rate			
for general municipal purposes	98.6655	96.7685	92.2114
for region or county purposes	99.6322	92.1727	82.9278
for school board purposes	<u>177.7870</u>	<u>175.8888</u>	<u>148.9362</u>
	<u>376.0847</u>	<u>364.8300</u>	<u>324.0754</u>
Commercial and industrial mill rate			
for general municipal purposes	116.0771	113.8453	108.4840
for region or county purposes	117.2144	108.4385	97.5621
for school board purposes	<u>209.1611</u>	<u>206.9279</u>	<u>175.2191</u>
	<u>442.4526</u>	<u>429.2117</u>	<u>381.2652</u>
7. REVENUE – general municipal purposes			
Taxation	\$110,340	\$106,491	\$100,325
Payments in lieu of taxes	7,063	7,528	6,623
Ontario grants	17,777	16,847	16,628
Other grants	140	163	311
Fees and service charges	24,606	21,886	20,031
Other	<u>19,820</u>	<u>17,748</u>	<u>18,462</u>
	<u>\$179,746</u>	<u>\$170,663</u>	<u>\$162,380</u>
8. TAX ARREARS – per capita	\$141	\$113	\$71
– percentage of current levy	10.6%	8.7%	6.2%
9. EXPENDITURE – general municipal	\$181,069	\$170,721	\$162,610
10. TRANSFERS TO THE REGION	\$117,422	\$106,721	\$94,833
11. TRANSFERS TO THE SCHOOL BOARDS	\$200,525	\$194,700	\$163,132
12. NET LONG-TERM LIABILITIES			
General municipal activities	\$58,007	\$55,976	\$62,628
– per capita	\$185	\$182	\$204
– percentage of taxable assessment	5.8%	5.7%	6.5%
Municipal enterprises	\$7,650	\$8,110	\$8,901
13. CHARGES FOR NET LONG-TERM LIABILITIES			
General municipal activities	\$13,811	\$14,203	\$12,504
– per capita	\$44	\$46	\$41
– as a mill rate	13.82	14.45	12.97
14. CAPITAL FINANCING during the year			
Contributions from own funds	\$21,729	\$25,449	\$14,390
Long-term liabilities incurred	9,287	0	12,591
Ontario grants	2,477	3,870	3,544
Other	<u>3,720</u>	<u>175</u>	<u>183</u>
	<u>\$37,213</u>	<u>\$29,494</u>	<u>\$30,708</u>
15. CAPITAL EXPENDITURE during the year	\$32,337	\$30,548	\$19,306
16. ACCUMULATED NET REVENUE	\$748	\$2,070	\$2,083
17. RESERVES AND RESERVE FUNDS	\$90,991	\$93,762	\$85,290

AUDITORS' REPORT

To Members of Council,
Inhabitants and Ratepayers of
The Corporation of the City
of Hamilton

We have audited the consolidated balance sheet of The Corporation of the City of Hamilton as at December 31, 1994 and the consolidated statement of operations for the year then ended. These financial statements are the responsibility of the Corporation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the Corporation as at December 31, 1994 and the results of its operations for the year then ended in accordance with the accounting principles disclosed in Note 1 to the financial statements.

Mac Gillivray Partners
CHARTERED ACCOUNTANTS

Hamilton, Canada
April 3, 1995

The Corporation of the City of Hamilton

CONSOLIDATED BALANCE SHEET December 31, 1994

	1994 \$	1993 \$
ASSETS		
Unrestricted		
Cash and term deposits	27,892,741	21,890,405
Other investments (note 4)	13,834,094	14,607,771
Taxes receivable	62,545,310	63,841,224
Accounts receivable	23,025,519	18,078,778
Other current assets	5,171,174	4,437,065
	<u>132,468,838</u>	<u>122,855,243</u>
Restricted		
Cash and term deposits	17,068,770	17,591,372
Long term receivables	4,127,154	4,010,935
Other investments (note 4)		36,000
	<u>21,195,924</u>	<u>21,638,307</u>
Capital outlay financed by long term liabilities and to be recovered in future years	68,935,158	65,988,491
	<u>222,599,920</u>	<u>210,482,041</u>
LIABILITIES		
Accounts payable and accrued liabilities	37,101,983	25,484,636
Other current liabilities	2,873,816	2,644,562
	<u>39,975,799</u>	<u>28,129,198</u>
Net long term liabilities (note 7(a))	68,935,158	65,988,491
MUNICIPAL FUND BALANCES at end of year		
To be used to offset taxation or user charges (note 8)	1,318,964	1,333,585
Unexpended capital financing (note 8)	13,459,111	14,732,293
Reserves (notes 11 and 18)	77,714,964	78,660,167
Reserve funds (note 11)	21,195,924	21,638,307
	<u>222,599,920</u>	<u>210,482,041</u>

The accompanying notes are an integral part of this financial statement.

The Corporation of the City of Hamilton

CONSOLIDATED STATEMENT OF OPERATIONS for the year ended December 31, 1994

	1994 \$	1993 \$
SOURCES OF FINANCING:		
Taxation and user charges		
Residential and farm taxation	65,400,438	64,619,721
Commercial, industrial and business taxation	57,638,440	58,932,414
User charges	34,102,129	34,798,562
	<u>157,141,007</u>	<u>158,350,697</u>
Grants		
Government of Canada	664,917	308,719
Province of Ontario	17,442,367	18,617,195
Other municipalities	434,385	642,654
	<u>18,541,669</u>	<u>19,568,568</u>
Other		
Contributions from developers	1,814,273	2,565,905
Investment income	6,707,420	7,388,247
Sale of land	1,901,355	2,972,948
Fines, penalties and interest on taxes	12,086,930	12,367,838
Other	5,760,287	5,405,549
	<u>28,270,265</u>	<u>30,700,487</u>
Proceeds from the issue of long term liabilities	<u>12,295,625</u>	<u>205,000</u>
Net appropriations from reserves and reserve funds	<u>1,387,586</u>	
MUNICIPAL FUND BALANCES at beginning of year		
To be used to offset taxation or user charges	1,333,585	1,026,641
Unexpended capital financing	14,732,293	42,038,434
	<u>16,065,878</u>	<u>43,065,075</u>
Total financing available during the year	<u>233,702,030</u>	<u>251,889,827</u>

The accompanying notes are an integral part of this financial statement.

The Corporation of the City of Hamilton

CONSOLIDATED STATEMENT OF OPERATIONS – (Continued) for the year ended December 31, 1994

	1994 \$	1993 \$
APPLIED TO:		
Current Operations		
General government	42,276,561	33,575,081
Protection to persons and property	37,212,526	41,217,951
Transportation services	29,666,138	30,597,851
Environmental services	8,488,699	7,471,688
Health services	3,111,145	3,128,620
Social and family services	2,220,469	2,279,110
Recreation and cultural services	60,653,018	61,662,435
Planning and development	10,072,681	10,266,152
	<u>193,701,237</u>	<u>190,198,888</u>
Capital Operations		
General government	1,472,628	744,197
Protection to persons and property	2,041,058	2,460,039
Transportation services	11,252,308	12,777,188
Environmental services	125,514	606,531
Health services	581,500	
Social and family services	463	278
Recreation and cultural services	9,443,145	23,633,471
Planning and development	306,102	404,187
	<u>25,222,718</u>	<u>40,625,891</u>
 Net appropriations to reserves and reserve funds	 <u></u>	 <u>4,999,170</u>
 MUNICIPAL FUND BALANCES at end of year (note 8)		
To be used to offset taxation or user charges	1,318,964	1,333,585
Unexpended capital financing	13,459,111	14,732,293
	<u>14,778,075</u>	<u>16,065,878</u>
 Total applications during the year	 <u>233,702,030</u>	 <u>251,889,827</u>

The accompanying notes are an integral part of this financial statement.

The Corporation of the City of Hamilton

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS December 31, 1994

1. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the Corporation are the representation of management prepared in accordance with accounting policies prescribed for Ontario municipalities by the Ministry of Municipal Affairs. On matters for which The Ministry of Municipal Affairs has not published a prescribed policy, the handbook of The Canadian Institute of Chartered Accountants has been followed. Since precise determination of many assets and liabilities is dependent upon future events, the preparation of periodic financial statements necessarily involves the use of estimates and approximations. These have been made using careful judgements.

(a) Basis of Consolidation

(i) Consolidated Entities

These consolidated financial statements reflect the assets, liabilities, sources of financing and expenditures of the revenue fund, capital fund, reserve funds and reserves and include the activities of all committees of Council and the following boards, and municipal enterprises which are under the control of Council:

Hamilton Entertainment and Convention Facilities, Inc.
Hamilton Public Library Board
The Parking Authority of the City of Hamilton
Barton General Business Improvement Area
Concession Street Business Improvement Area
Downtown Promenade Business Improvement Area
International Village Business Improvement Area
Main Street West Esplanade Business Improvement Area
Ottawa Street Business Improvement Area
Westdale Business Improvement Area

All interfund assets and liabilities and sources of financing and expenditures have been eliminated with the exception of loans or advances between reserve funds and any other fund of the Municipality and the resulting interest income and expenditures.

(ii) Non Consolidated Entities

The following local boards, municipal enterprises and utilities are not consolidated:

The Hamilton and Scourge Foundation, Inc.
Hamilton Housing Company Limited
The Hamilton Municipal Retirement Fund
The Hamilton Hydro Electric System
Municipal Non-Profit (Hamilton) Housing Corporation

(iii) Accounting for Region and School Board Transactions (net)

The taxation, other revenues, expenditures, assets and liabilities with respect to the operations of the school boards and the Regional Municipality of Hamilton-Wentworth are not reflected in the financial statements except to the extent that underlevies are reported on the Consolidated Balance Sheet as accounts receivable.

(iv) Trust Funds

Trust funds and their related operations administered by the Municipality are not consolidated but are reported separately on the Trust Funds Statement of Continuity and Balance Sheet.

The Corporation of the City of Hamilton

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS – (Continued) December 31, 1994

1. ACCOUNTING POLICIES – (Continued)

(b) Basis of Accounting

(i) Non Accrual

Sources of financing and expenditures are reported on the accrual basis of accounting with the exception of principal and interest charges on long term liabilities which are charged against operations in the periods in which they are paid.

(ii) Accrual

The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay. Transactions and events are recognized in the period in which they occur regardless of whether there has been a receipt or payment of cash or its equivalent.

(iii) Capital Assets

The historical cost and accumulated amortization for capital assets are not recorded for municipal purposes. Capital assets are reported as an expenditure on the Consolidated Statement of Operations in the year of acquisition.

(iv) Capital Outlay to be Recovered in Future Years

Capital outlay to be recovered in future years, which represents the outstanding principal portion of unmatured long term liabilities for municipal expenditures or capital funds transferred to other organizations, is reported on the Consolidated Balance Sheet.

2. OPERATION OF SCHOOL BOARDS AND THE REGIONAL MUNICIPALITY OF HAMILTON–WENTWORTH

Further to note 1 (a)(iii), the taxation, other revenues, expenditures and underlevies of the school boards and the Regional Municipality of Hamilton–Wentworth are comprised of the following:

	School Boards \$	Region \$
Taxation and user charges	213,465,602	126,488,202
Less: requisition	213,538,858	126,529,355
Underlevies for the year	(73,256)	(41,153)
Underlevies at beginning of year	(338,817)	(190,607)
Underlevies at end of year	<u>(412,073)</u>	<u>(231,760)</u>

3. TRUST FUNDS

Trust funds administered by the Municipality amounting to \$10,641,472 (1993–\$10,228,737) have not been included in the Consolidated Balance Sheet nor have these operations been included in the Consolidated Statement of Operations.

The Corporation of the City of Hamilton

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS – (Continued) December 31, 1994

4. INVESTMENTS

The total investment of \$13,834,094 at cost (1993 – \$14,643,771) reported on the Consolidated Balance Sheet has a market value of \$ 14,112,087 (1993 – \$16,103,244) at the end of the year.

5. LIABILITY FOR VESTED SICK LEAVE BENEFITS

Effective January 1, 1982 the Income Protection Plan was adopted and all sick bank credits earned under the Sick Leave Benefit Plan were frozen. The exception to this is for employees of the Fire Department which continues to operate under the Sick Leave Benefit Plan.

Under the Sick Leave Benefit Plan, unused sick leave would accumulate and employees were entitled to cash payment upon termination of services after seven continuous years. Entitlement to cash payment continues to apply to those employees who earned credits under this plan. The liability for these accumulated days, to the extent that they have vested and could be taken in cash by an employee on terminating, amounted to \$9,973,490 (1993–\$10,342,128) at the end of the year. Cash payments made in lieu of sick leave are included in expenditures of the year in which services are terminated but no provision is made for the year in which the liability is incurred. An amount of \$929,736 (1993 – \$1,302,756) was paid to employees who left the Municipality's employment during the current year. A reserve has been established to provide for this past service liability and is reported on the Consolidated Balance Sheet. The balance of \$4,320,695 (1993 – \$4,122,202) is provided in the reserve. An amount of \$800,000 (1993 – \$800,000) has been provided for in the current year and is reported on the Consolidated Statement of Operations. Probable payments over the next five years to employees who reach their normal retirement age are:

1995	1996	1997	1998	1999
\$	\$	\$	\$	\$
<u>243,596</u>	<u>106,757</u>	<u>59,309</u>	<u>431,673</u>	<u>340,943</u>

6. PENSION AGREEMENTS

Ontario Municipal Employees Retirement System (OMERS)

The City of Hamilton makes contributions to the Ontario Municipal Employees Retirement Fund (OMERS) which is a multi-employer plan on behalf of 2,175 of its employees and elected officials. The plan is a defined benefit plan which specifies the amount of the retirement benefit to be received by the employees based on the length of service and rates of pay.

The amounts contributed to OMERS for current and past service are included in the Consolidated Statement of Operations and are reflected as follows:

	1994	1993
	\$	\$
Current service	5,434,039	5,393,249
Retirement compensation arrangement	<u>4,757</u>	<u>4,757</u>
	<u>5,438,796</u>	<u>5,393,249</u>

The Corporation of the City of Hamilton

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS – (Continued) December 31, 1994

7. NET LONG TERM LIABILITIES

	1994 \$	1993 \$	
(a) The balance for net long term liabilities reported on the Consolidated Balance Sheet is comprised of the following:			
Total long term liabilities incurred by the Municipality including those incurred on behalf of school boards, other municipalities and municipal enterprises and outstanding at the end of the year amount to:	125,009	170,019	
In addition, the Municipality has assumed responsibility for the payment of principal and interest charges on certain long term liabilities issued by the City and Regional Municipality of Hamilton–Wentworth. At the end of the year the outstanding principal amount of this liability is:	113,871,191	105,975,528	
Of the long term liabilities shown above, the responsibility for payment of principal and interest charges has been assumed by non consolidated local boards, municipal enterprises and utilities and other municipalities. At the end of the year the outstanding principal amount of this liability is:	(12,229,243)	(12,990,396)	
The total value of sinking funds which has been accumulated to the end of the year to retire the outstanding long term liabilities included above amount to:	(32,831,799)	(27,166,660)	
Total net long term liabilities	<u>68,935,158</u>	<u>65,988,491</u>	
(b) Of the net long term liabilities reported in (a) of this note, principal payments of \$21,386,671 are payable from 1995 to 1999, \$12,078,119 from 2000 to 2004, and \$35,470,368 thereafter, summarized as follows:			
	1995 to 1999 \$	2000 to 2004 \$	2005 and thereafter \$
From:			
General municipal revenues	16,223,026	11,482,833	35,281,308
Benefitting landowners	926,717	595,286	189,060
Consolidated municipal enterprises	<u>4,236,928</u>		
	<u>21,386,671</u>	<u>12,078,119</u>	<u>35,470,368</u>
(c) Some of the net long term liabilities reported in (a) of this note do not represent a burden on general municipal revenues, as they are to be recovered in future years from other sources:			
	1994 \$	1993 \$	
Special charges on benefitting landowners	1,711,063	1,784,252	
Municipal enterprises	<u>4,236,928</u>	<u>4,749,940</u>	
	<u>5,947,991</u>	<u>6,534,192</u>	

The Corporation of the City of Hamilton

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS – (Continued) December 31, 1994

7. NET LONG TERM LIABILITIES – (Continued)

- (d) The long term liabilities in (a) issued in the name of the Municipality have received approval of the Ontario Municipal Board for those approved on or before December 31, 1992. Those approved after January 1, 1993 have been approved by by-law. The annual principal and interest liabilities are within the annual debt repayment limit prescribed by the Ministry of Municipal Affairs.
- (e) The Municipality is contingently liable for the payment of principal and interest applicable to long term liabilities assumed by other municipalities, school boards, unconsolidated local boards, municipal enterprises and utilities. The total amount outstanding as at December 31, 1994 is \$12,229,243 (1993 – \$12,990,396) and is not recorded on the Consolidated Balance Sheet.

8. MUNICIPAL FUND BALANCES AT THE END OF THE YEAR

- (a) The municipal equity amounts shown on the Consolidated Balance Sheet and the Consolidated Statement of Operations, namely \$1,318,964 and \$13,459,111 (1993 – \$1,333,585 and \$14,732,293) at the end of the year are comprised of the following:

	1994 \$	1993 \$
To be used to offset taxation or user charges:		
– for general reduction of taxation	33,016	130,108
– for benefitting landowners related to special charges and special areas	1,066,065	1,011,348
– business improvement areas	219,883	192,129
	<u>1,318,964</u>	<u>1,333,585</u>
Unexpended capital financing/(unfinanced capital outlay):		
– funds available for capital expenditures	21,962,250	23,113,266
– capital expenditures to be financed from the proceeds of long term liabilities	(7,088,827)	(8,184,427)
– capital expenditures to be recovered from reserves and reserve funds	(26,951)	(54,868)
– capital expenditures to be recovered from grants and accounts receivable	(1,387,361)	(141,678)
	<u>13,459,111</u>	<u>14,732,293</u>
	<u>14,778,075</u>	<u>16,065,878</u>

The Corporation of the City of Hamilton

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS – (Continued) December 31, 1994

8. MUNICIPAL FUND BALANCES AT THE END OF THE YEAR – (Continued)

(b) Approval of the Ontario Municipal Board has been obtained for those pending issues of long term liabilities and commitments to be financed by revenues beyond the term of council and approved on or before December 1, 1992. These amount to \$960,009. Those approved after January 1, 1993 have been approved by by-law. These amount to \$6,128,818. The principal and interest payments required to service these pending issues and commitments are within the debt repayment limit prescribed by the Ministry of Municipal Affairs.

(c) The balance available for the general reduction of taxation for the fiscal year ending December 31, 1994 has been reduced by an amount of \$984,910 transferred to:

	\$
Reserve for tax stabilization	<u>984,910</u>

9. CHARGES FOR NET LONG TERM LIABILITIES

Total charges for the year for net long term liabilities, reported on the Consolidated Statement of Operations are as follows:

	1994 \$	1993 \$
Principal payment including contributions to the sinking fund	6,986,798	8,546,474
Interest	<u>9,664,149</u>	<u>9,623,695</u>
	<u>16,650,947</u>	<u>18,170,169</u>

The charges for long term liabilities assumed by the non-consolidated entities are not reflected in these statements.

10. NON-ACCRUAL OF INTEREST ON LONG TERM LIABILITIES

No provision has been made in these financial statements for the accrual of interest on the net long term liabilities. Had this provision been made, the municipal fund balance as at December 31, 1994 would have been decreased by \$3,745,441 (1993 – \$3,239,589).

11. RESERVES AND RESERVE FUNDS

The reserve and reserve fund balances of \$77,714,964 (1993 – \$78,660,167) and \$21,195,924 (1993 – \$21,638,307) respectively are detailed on the following pages.

The Corporation of the City of Hamilton

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS – (Continued) December 31, 1994

11. RESERVES AND RESERVE FUNDS – (Continued)

	1994 \$	1993 \$
RESERVES – Set aside for specific purposes of Council		
Acquisition of historic properties	139,518	132,486
Alpha enclaves	207,845	197,369
Annualization	341,601	324,383
Contingency	1,554,967	1,470,122
Debt charges	7,955,536	4,471,144
Deferred income plan for		
City Council members	780,029	726,264
Dundum Castle restoration	14,243	4,176
Early retirement	320,278	6,045,241
Election	29,375	308,350
Employee benefits – self insurance	10,554,203	10,431,264
Future pension liabilities		
G.S.T. adjustment	282,270	268,042
Hamilton Public Library		
– Automated acquisition	8,239	7,823
– Buildings repair	276,610	240,890
– Film replacement	197,809	179,429
– Grounds repair	24,879	14,853
– Miscellaneous collections	69,972	55,547
– Mobile equipment	170,433	127,727
– Non–book materials	135,982	122,190
– Purchase of books	120,367	263,211
– Replacement of photocopiers	12,349	11,726
Hamilton Scourge Foundation	15,030	14,273
Historic fire engine	6,577	6,668
Hosting conferences – municipal content	54,023	115,747
Hosting of special dignitaries	2,049	27,892
Major repairs and improvements to		
City–owned properties	508,874	629,455
Major repairs to mobile equipment	3,190,058	2,645,368
Project management	280,944	567,401
Property purchases	3,874,417	3,053,591
Realty taxes – Beach Strip properties	11,899	7,668
Replacement of mobile equipment	16,418,876	14,936,928
Replacement of office equipment and furniture	421,114	405,154
Residential–building permit revenue stabilization	195,873	186,000
Services for unsubdivided lands development	752,314	777,988
Sick leave on resignation	4,320,695	4,122,202
Snow control/storm damage	51,791	49,181
Special events subsidy	2,274	1,577
Systems Improvements	249,134	
Tax and assessment appeals	789,810	750,000
Tax stabilization	6,573,504	5,323,611
Uninsured losses	2,681,458	3,582,588
Workers' Compensation	1,192,426	1,048,192
Working funds, inventories, reduction		
of taxes and prepaid expenses	12,925,319	15,006,446
	<u>77,714,964</u>	<u>78,660,167</u>

The Corporation of the City of Hamilton

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS – (Continued) December 31, 1994

11. RESERVES AND RESERVE FUNDS – (Continued)

	1994 \$	1993 \$
RESERVE FUNDS – Set aside for a specific purpose		
Acquisition of properties under the Planning Act	3,151,623	3,578,475
Capital projects – general	5,574,592	4,580,738
Cemetery building fund – niches	7,294	3,902
City vehicle insurance	500,000	500,000
Development charges	6,030,634	4,739,305
Hamilton Commercial Facade Program	1,454,085	1,422,437
Hamilton Community Heritage Fund	762,751	706,298
Hamilton Entertainment & Convention Facilities Inc.		
– Capital projects	697,475	1,047,597
– Ticket surcharge – Hamilton Place	537,067	431,237
– Ticket surcharge – Copps Coliseum	263,978	178,599
– Budget stabilization	125,000	
Hamilton Public Library		
– Capital projects	72,280	140,177
Hamilton Rehabilitation Loan Program	793,418	1,073,368
Off-street parking	381,346	1,339,216
PARCIL project	547,602	1,371,441
Park improvements at Ivor Wynne Stadium	41,844	283,432
S.P.C.A. capital projects	254,935	242,085
	<u>21,195,924</u>	<u>21,638,307</u>
Total Reserves and Reserve Funds	<u>98,910,888</u>	<u>100,298,474</u>

12. EARLY RETIREMENT INCENTIVE PROGRAM

City Council approved and initiated an Early Retirement Incentive Program during 1993 to reduce current staffing expenditures in all areas including the Library. The cost of this program pertaining to 1994 was \$4,741,274. As the program was fully funded by the Municipality, no portion of the aforementioned cost is reflected in the statements of the local boards or departmental expenditures. The reserve for early retirement has a balance of \$320,278 as at December 31, 1994.

13. CONTRACTUAL OBLIGATIONS

The Municipality is a party to agreements and contracts involving significant future liabilities relative to capital projects in progress. The financial statements reflect the costs incurred to date and the capital budget prepared for ten years in the future, updated annually, provides for the financing of these future obligations within the estimated financial resources of the the Municipality.

14. LEASE AGREEMENT

The Municipality has entered into various lease agreements for computer and related equipment. These agreements provide for termination on November 30, 1997 to coincide with the term of Council. The payments required under these agreements for the year 1994 are \$1,865,890.

The Corporation of the City of Hamilton

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS – (Continued) December 31, 1994

15. PROVISION FOR EMPLOYEE BENEFITS

The City is providing certain benefits to its employees through Administrative Service Only (A.S.O.) agreements with insurance companies which monitor and process claims for a fee. In order to provide for future self funding of these benefits, certain reserves have been accumulated to a total of \$10,554,203 as at December 31, 1994, and are included in the Employee Benefits – Self Insurance Reserve. This reserve includes the following:

(a) Long Term Disability Program – Pre–June 30, 1994

There were 45 claims processed as at June 30, 1994. However, no actuarial valuation of liabilities is available at this time. Therefore, no estimated amount can be provided. As at December 31, 1994 the amount on deposit at Metropolitan Life Co. to fully fund these claims was \$2,852,031. This item is reported on the Consolidated Balance Sheet under reserves, and appropriate funds are included as part of other investments.

(b) Health Benefits, Group Life Insurance and Long Term Disability – Post–July 1, 1994.

The amount in the reserve accumulated towards self funding these benefits as at December 31, 1994 is \$7,702,172.

16. BUDGET FIGURES

Budgets established for capital funds, reserves and reserve funds are based on a project oriented basis, the costs of which may be carried out over one or more years. As such, they are not directly comparable with current year actual amounts and budgets have therefore not been reflected on the Consolidated Statement of Operations.

17. PUBLIC LIABILITY INSURANCE

The Municipality is partially self–insured for public liability claims up to \$500,000 for any individual claim and \$500,000 for any number of claims arising out of a single occurrence. Outside coverage is in place for claims in excess of these limits.

The Municipality has made a provision for a reserve for uninsured losses which as at December 31, 1994 amounted to \$2,681,458 (1993– \$3,582,588) and is reported on the Consolidated Balance Sheet under reserves.

Claims settled during the year amounting to \$536,961 (1993 – \$243,230) have been provided for from the reserve and are, accordingly, reported as an expenditure on the Consolidated Statement of Operations.

There are a number of claims unsettled as at December 31, 1994, the potential liability of which is not currently determinable.

The Corporation of the City of Hamilton

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS – (Continued)

December 31, 1994

18. SUBSEQUENT EVENT

In January 24, 1995, Regional Council approved, on the authority of the Ontario Municipal Board, a reduction to the City of Hamilton's share in the contributions to the sinking fund in the amount of \$1,820,291. The contribution level has been adjusted to the amount necessary to defray debenture debts and has the impact of reducing the current budget for the 1995 year. Reductions of future contributions are projected and will require similar approval by Regional Council.

19. SOCIAL CONTRACT

The Social Contract Act requires municipalities to reduce expenditures by a specified amount in each of the years 1994, 1995 and 1996. Unconditional grants will be reduced by a corresponding amount each year. The sectoral agreement between the provincial government and the municipal sector, however, provides for the automatic deferral of twenty-five percent of the 1994 social contract target amount and the corresponding reduction of unconditional grants until 1996. For the City, the target amount for each year is \$3,300,799 and the amount deferred to 1996 is \$825,200.

20. ACCUMULATED INTEREST ON SINKING FUND DEPOSITS

The sinking fund is intended to repay certain borrowings in which the City of Hamilton participated and which are administered by the Region Municipality of Hamilton-Wentworth. Interest earned on the contributions to the sinking fund reduces the liability. Both the Reserve for Debt Charges and the Capital Outlay to be Recovered have been adjusted to provide an accurate measurement of future liability. These statements reflect cumulative actuarial interest of \$8,099,368 and surplus interest of \$3,155,029 which has been earned, but not yet received, on sinking fund deposits.

The comparative figures as at December 31, 1993 have been adjusted to reflect interest earned on sinking fund deposits not previously recorded.

As a result, net long-term liabilities and capital outlay to be recovered have been decreased by \$5,737,209.

21. COMPARATIVE FIGURES

Certain comparative figures for 1993 have been reclassified to agree with the financial statement presentation adopted for 1994.

AUDITORS' REPORT

To the Members of Council,
Inhabitants and Ratepayers
of The Corporation of the
City of Hamilton

We have audited the balance sheet of the trust funds of The Corporation of the City of Hamilton as at December 31, 1994 and the statement of continuity of trust funds for the year then ended. These financial statements are the responsibility of the Corporation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as explained in the following paragraph, we conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In common with many not-for-profit organizations, the trust funds derive revenue from donations, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the trust funds and we were not able to determine whether any adjustments might be necessary to donation revenue included in other revenue, trust fund balances and assets.

In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of donation revenue referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the trust funds of the Corporation as at December 31, 1994 and the continuity of trust funds for the year then ended in accordance with generally accepted accounting principles.

Hamilton, Canada
April 7, 1995

Mac Gillivray Partners
CHARTERED ACCOUNTANTS

The Corporation of the City of Hamilton

TRUST FUNDS

STATEMENT OF CONTINUITY

for the year ended December 31, 1994

	Total \$	F. Walden Dundurn Castle \$	Museum Acquisition Historical Board \$
BALANCE at beginning of year	10,228,737	6,808	28,762
CAPITAL RECEIPTS			
Cemetery lots and interments	355,013		
Interest earned	582,367	361	1,527
Other revenue	87,732		
Transfer from reserve and other funds	102,268		
	1,127,380	361	1,527
EXPENDITURES			
O.H.R.P. loan forgiveness	2,826		
Other	398,869		
Transfer to reserve and other funds	312,950		
	714,645	0	0
BALANCE at end of year	10,641,472	7,169	30,289

BALANCE SHEET

as at December 31, 1994

	Total \$	F. Walden Dundurn Castle \$	Museum Acquisition Historical Board \$
ASSETS			
Cash	243,479		
Accounts receivable	441,181		
	684,660	0	0
INVESTMENTS (note 2)			
Canada	4,587,271		
Municipal – other	144,000		
Other	5,227,999		
Deposit – Hamilton Foundation	569,887		
	10,529,157	0	0
OTHER			
O.H.R.P. loans (note 3)	155,364		
Due from revenue fund	280,840	7,169	30,289
	436,204	7,169	30,289
	11,650,021	7,169	30,289
LIABILITIES			
Due to revenue fund	1,008,549		
Balance in fund	10,641,472	7,169	30,289
	11,650,021	7,169	30,289

The accompanying notes are an integral part of this financial statement.

The Corporation of the City of Hamilton

TRUST FUNDS

STATEMENT OF CONTINUITY – (Continued) for the year ended December 31, 1994

	Children's Museum Gage Park \$	Balfour Estate Chedoke \$	Historical Brd. Furnishing Restoration Gage Park \$
BALANCE at beginning of year	7,428	60,044	19,468
CAPITAL RECEIPTS			
Cemetery lots and interments			
Interest earned	521	2,699	1,173
Other revenue	4,996	21,000	4,182
Transfer from reserve and other funds			
	5,517	23,699	5,355
EXPENDITURES			
O.H.R.P. loan forgiveness			
Other		62,614	
Transfer to reserve and other funds			
	0	62,614	0
BALANCE at end of year	12,945	21,129	24,823

BALANCE SHEET as at December 31, 1994

	Children's Museum Gage Park \$	Balfour Estate Chedoke \$	Historical Brd. Furnishing Restoration Gage Park \$
ASSETS			
Cash			
Accounts receivable			
	0	0	0
INVESTMENTS (note 2)			
Canada			
Municipal – other			
Other			
Deposit – Hamilton Foundation			
	0	0	0
OTHER			
O.H.R.P. loans (note 3)			
Due from revenue fund	12,945	21,129	24,823
	12,945	21,129	24,823
	12,945	21,129	24,823
LIABILITIES			
Due to revenue fund			
Balance in fund	12,945	21,129	24,823
	12,945	21,129	24,823

The accompanying notes are an integral part of this financial statement.

The Corporation of the City of Hamilton

TRUST FUNDS

STATEMENT OF CONTINUITY – (Continued) for the year ended December 31, 1994

	Seniors' Club – Playground Equipment \$	Whitehern Rentals \$	Hamilton Cemetery Care and Maintenance \$
BALANCE at beginning of year	11,545	4,983	3,386,878
CAPITAL RECEIPTS			
Cemetery lots and interments			198,324
Interest earned	613	267	158,378
Other revenue		242	
Transfer from reserve and other funds			13,138
	613	509	369,840
EXPENDITURES			
O.H.R.P. loan forgiveness			
Other			
Transfer to reserve and other funds			158,378
	0	0	158,378
BALANCE at end of year	12,158	5,492	3,598,340

BALANCE SHEET as at December 31, 1994

	Seniors' Club – Playground Equipment \$	Whitehern Rentals \$	Hamilton Cemetery Care and Maintenance \$
ASSETS			
Cash			4,629
Accounts receivable			15,223
	0	0	19,852
INVESTMENTS (note 2)			
Canada			3,407,488
Municipal – other			144,000
Other			27,000
Deposit – Hamilton Foundation			
	0	0	3,578,488
OTHER			
O.H.R.P. loans (note 3)			
Due from revenue fund	12,158	5,492	
	12,158	5,492	0
	12,158	5,492	3,598,340
LIABILITIES			
Due to revenue fund			
Balance in fund	12,158	5,492	3,598,340
	12,158	5,492	3,598,340

The accompanying notes are an integral part of this financial statement.

The Corporation of the City of Hamilton

TRUST FUNDS

STATEMENT OF CONTINUITY – (Continued) for the year ended December 31, 1994

	Care and Maintenance – Monuments and Markers \$	Hamilton Cemetery Pre – Need Assurance \$	Baby Dispensary Guild \$
BALANCE at beginning of year	51,700	346,641	37,100
CAPITAL RECEIPTS			
Cemetery lots and interments	36,650	120,039	
Interest earned	2,731	18,172	2,919
Other revenue			
Transfer from reserve and other funds	855	28,701	
	40,236	166,912	2,919
EXPENDITURES			
O.H.R.P. loan forgiveness			
Other		19	
Transfer to reserve and other funds		51,188	40,019
	0	51,207	40,019
BALANCE at end of year	91,936	462,346	0

BALANCE SHEET as at December 31, 1994

	Care and Maintenance – Monuments and Markers \$	Hamilton Cemetery Pre – Need Assurance \$	Baby Dispensary Guild \$
ASSETS			
Cash	91,936	(27,164)	
Accounts receivable		1,047	
	91,936	(26,117)	0
INVESTMENTS (note 2)			
Canada		488,463	
Municipal – other			
Other			
Deposit – Hamilton Foundation			
	0	488,463	0
OTHER			
O.H.R.P. loans (note 3)			
Due from revenue fund			
	0	0	0
	91,936	462,346	0
LIABILITIES			
Due to revenue fund			
Balance in fund	91,936	462,346	0
	91,936	462,346	0

The accompanying notes are an integral part of this financial statement.

The Corporation of the City of Hamilton

TRUST FUNDS

STATEMENT OF CONTINUITY – (Continued) for the year ended December 31, 1994

	Hubert Washington Memorial \$	Elizabeth Heron Fund \$	McLaren House Scholarship \$
BALANCE at beginning of year	600	2,000	1,000
CAPITAL RECEIPTS			
Cemetery lots and interments			
Interest earned	32	106	53
Other revenue			
Transfer from reserve and other funds			
	32	106	53
EXPENDITURES			
O.H.R.P. loan forgiveness			
Other			
Transfer to reserve and other funds	632	2,106	1,053
	632	2,106	1,053
BALANCE at end of year	0	0	0

BALANCE SHEET as at December 31, 1994

	Hubert Washington Memorial \$	Elizabeth Heron Fund \$	McLaren House Scholarship \$
ASSETS			
Cash			
Accounts receivable			
	0	0	0
INVESTMENTS (note 2)			
Canada			
Municipal – other			
Other			
Deposit – Hamilton Foundation			
	0	0	0
OTHER			
O.H.R.P. loans (note 3)			
Due from revenue fund			
	0	0	0
	0	0	0
LIABILITIES			
Due to revenue fund			
Balance in fund	0	0	0
	0	0	0

The accompanying notes are an integral part of this financial statement.

The Corporation of the City of Hamilton

TRUST FUNDS

STATEMENT OF CONTINUITY – (Continued) for the year ended December 31, 1994

	Sheraton Parking – Lakeview Development \$	Ontario Home Renewal Program \$	M. Walden Thompson Bequest \$
BALANCE at beginning of year	<u>628,962</u>	<u>4,763,467</u>	<u>18,192</u>
CAPITAL RECEIPTS			
Cemetery lots and interments			
Interest earned	62,358	313,671	627
Other revenue			
Transfer from reserve and other funds		59,574	
	<u>62,358</u>	<u>373,245</u>	<u>627</u>
EXPENDITURES			
O.H.R.P. loan forgiveness		2,826	
Other		311,326	
Transfer to reserve and other funds		59,574	
	<u>0</u>	<u>373,726</u>	<u>0</u>
BALANCE at end of year	<u><u>691,320</u></u>	<u><u>4,762,986</u></u>	<u><u>18,819</u></u>

BALANCE SHEET as at December 31, 1994

	Sheraton Parking – Lakeview Development \$	Ontario Home Renewal Program \$	M. Walden Thompson Bequest \$
ASSETS			
Cash		58,821	
Accounts receivable		404,201	
	<u>0</u>	<u>463,022</u>	<u>0</u>
INVESTMENTS (note 2)			
Canada	691,320		
Municipal – other			
Other		5,129,312	18,819
Deposit – Hamilton Foundation			
	<u>691,320</u>	<u>5,129,312</u>	<u>18,819</u>
OTHER			
O.H.R.P. loans (note 3)		155,364	
Due from revenue fund			
	<u>0</u>	<u>155,364</u>	<u>0</u>
	<u><u>691,320</u></u>	<u><u>5,747,698</u></u>	<u><u>18,819</u></u>
LIABILITIES			
Due to revenue fund		984,712	
Balance in fund	691,320	4,762,986	18,819
	<u><u>691,320</u></u>	<u><u>5,747,698</u></u>	<u><u>18,819</u></u>

The accompanying notes are an integral part of this financial statement.

The Corporation of the City of Hamilton

TRUST FUNDS

STATEMENT OF CONTINUITY – (Continued) for the year ended December 31, 1994

	Special Gift Fund Central Library \$	Capital Endowment Library \$	Ketha McLaren Memorial – Library \$
BALANCE at beginning of year	<u>539,988</u>	<u>262,428</u>	<u>11,952</u>
CAPITAL RECEIPTS			
Cemetery lots and interments			
Interest earned	9,284	4,497	
Other revenue	39,084	17,036	1,123
Transfer from reserve and other funds			
	<u>48,368</u>	<u>21,533</u>	<u>1,123</u>
EXPENDITURES			
O.H.R.P. loan forgiveness			
Other	24,310		600
Transfer to reserve and other funds			
	<u>24,310</u>	<u>0</u>	<u>600</u>
BALANCE at end of year	<u><u>564,046</u></u>	<u><u>283,961</u></u>	<u><u>12,475</u></u>

BALANCE SHEET as at December 31, 1994

	Special Gift Fund Central Library \$	Capital Endowment Library \$	Ketha McLaren Memorial – Library \$
ASSETS			
Cash	115,257		
Accounts receivable	13,450	6,810	450
	<u>128,707</u>	<u>6,810</u>	<u>450</u>
INVESTMENTS (note 2)			
Canada			
Municipal – other			
Other			
Deposit – Hamilton Foundation	369,986	187,877	12,024
	<u>369,986</u>	<u>187,877</u>	<u>12,024</u>
OTHER			
O.H.R.P. loans (note 3)			
Due from revenue fund	65,353	89,274	1
	<u>65,353</u>	<u>89,274</u>	<u>1</u>
	<u><u>564,046</u></u>	<u><u>283,961</u></u>	<u><u>12,475</u></u>
LIABILITIES			
Due to revenue fund			
Balance in fund	564,046	283,961	12,475
	<u><u>564,046</u></u>	<u><u>283,961</u></u>	<u><u>12,475</u></u>

The accompanying notes are an integral part of this financial statement.

The Corporation of the City of Hamilton

TRUST FUNDS

STATEMENT OF CONTINUITY – (Continued) for the year ended December 31, 1994

	F. Walden Bequest– Library \$	Centennial Buy–A–Book Campaign– Library \$
BALANCE at beginning of year	27,200	11,591
CAPITAL RECEIPTS		
Cemetery lots and interments		
Interest earned	1,762	616
Other revenue	69	
Transfer from reserve and other funds		
	<u>1,831</u>	<u>616</u>
EXPENDITURES		
O.H.R.P. loan forgiveness		
Other		
Transfer to reserve and other funds		
	<u>0</u>	<u>0</u>
BALANCE at end of year	<u><u>29,031</u></u>	<u><u>12,207</u></u>

BALANCE SHEET as at December 31, 1994

	F. Walden Bequest– Library \$	Centennial Buy–A–Book Campaign– Library \$
ASSETS		
Cash		
Accounts receivable		
	<u>0</u>	<u>0</u>
INVESTMENTS (note 2)		
Canada		
Municipal – other		
Other	52,868	
Deposit – Hamilton Foundation		
	<u>52,868</u>	<u>0</u>
OTHER		
O.H.R.P. loans (note 3)		
Due from revenue fund		12,207
	<u>0</u>	<u>12,207</u>
	<u><u>52,868</u></u>	<u><u>12,207</u></u>
LIABILITIES		
Due to revenue fund	23,837	
Balance in fund	29,031	12,207
	<u>52,868</u>	<u>12,207</u>

The accompanying notes are an integral part of this financial statement.

The Corporation of the City of Hamilton

TRUST FUNDS

NOTES TO FINANCIAL STATEMENTS December 31, 1994

1. SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

Receipts and expenditures on the Statement of Continuity are reported on the accrual basis of accounting.

2. INVESTMENTS

The total investments recorded in the Balance Sheet are \$10,529,157 (1993 – \$11,940,732). These investments have a market value of \$10,453,465 (1993 – \$11,937,625) at the end of the year.

3. O.H.R.P. LOANS

	\$
Recoverable principal receivable	153,174
Forgivable principal unearned	<u>2,190</u>
	<u><u>155,364</u></u>

4. SUBSEQUENT EVENT – O.H.R.P.

The Ontario Home Renewal Plan (O.H.R.P.) was discontinued by the Province effective July 16, 1993, and the balance of the fund was to be repaid by the City to the Province.

On March 14, 1995 City Council approved the repayment of the fund balance as at December 31, 1994.

The fund balance as at December 31, 1994 was \$4.7 million less outstanding loans, write-offs, administration fees and interest.

Any future collections of outstanding loans will be refunded to the Province upon receipt.

AUDITORS' REPORT

To the Board Members of the
Hamilton Entertainment and
Convention Facilities Inc.,
Members of Council, Inhabitants
and Ratepayers of The Corporation
of the City of Hamilton

We have audited the balance sheet of the Hamilton Entertainment and Convention Facilities Inc. as at December 31, 1994 and the statement of revenue and expense for the year then ended. These financial statements are the responsibility of the Board's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the organization as at December 31, 1994 and the results of its operations for the year then ended in accordance with the accounting principles disclosed in note 1 to the financial statements.

Mac Gillivray Partners
CHARTERED ACCOUNTANTS

Hamilton, Canada
March 13, 1995

The Corporation of the City of Hamilton

THE HAMILTON ENTERTAINMENT AND CONVENTION FACILITIES INC.

BALANCE SHEET December 31, 1994

	1994 \$	1993 \$
ASSETS		
Current		
Imprest funds	18,350	18,600
Cash in bank	324,732	581,103
Accounts receivable	779,847	585,047
Due from City of Hamilton		336,956
Current portion of note receivable (note 4)	16,973	18,873
Inventories	51,676	43,537
Prepaid expenses	107,847	139,523
Deferred charges on future shows	14,739	43,039
	<u>1,314,164</u>	<u>1,766,678</u>
Long Term		
Note receivable (note 4)	67,182	82,959
	<u>1,381,346</u>	<u>1,849,637</u>
LIABILITIES		
Accounts payable and accruals	504,942	454,761
Advance ticket sales	344,952	996,773
Deposits on future rentals	202,559	187,186
Deferred revenue on display advertising	112,092	97,627
Unredeemed gift certificates	88,080	89,600
Advance from a related corporation (note 5)	20,676	23,690
Due to City of Hamilton	108,045	
	<u>1,381,346</u>	<u>1,849,637</u>

See accompanying notes to the financial statements.

The Corporation of the City of Hamilton

THE HAMILTON ENTERTAINMENT AND CONVENTION FACILITIES INC.

STATEMENT OF REVENUE AND EXPENSE for the year ended December 31, 1994

	1994 \$	1993 \$
REVENUE		
Rentals, licence fees and show revenue	2,067,834	1,954,690
Food, beverage and concessions	2,029,793	2,212,956
Recoveries	1,688,407	1,764,849
Box office	428,375	463,606
Other	277,767	304,667
	<u>6,492,176</u>	<u>6,700,768</u>
EXPENSE		
Events delivery	2,137,342	2,275,621
Food and beverage	1,965,785	2,179,262
Administration	1,469,765	1,480,626
Marketing and promotion	1,220,893	1,340,204
Building operations	1,491,368	1,428,369
Box office	359,119	396,572
	<u>8,644,272</u>	<u>9,100,654</u>
EXCESS OF EXPENSE OVER REVENUE FROM OPERATIONS	2,152,096	2,399,886
PROVISION FOR CAPITAL REPLACEMENT (note 8(b))	<u>79,210</u>	<u>43,600</u>
EXCESS OF EXPENSE OVER REVENUE BEFORE CONTRIBUTION FROM CITY OF HAMILTON	2,231,306	2,443,486
CONTRIBUTION FROM CITY OF HAMILTON	<u>2,503,740</u>	<u>2,712,590</u>
EXCESS OF REVENUE OVER EXPENSE for the year (note 7)	<u>272,434</u>	<u>269,104</u>

See accompanying notes to the financial statements.

The Corporation of the City of Hamilton

THE HAMILTON ENTERTAINMENT AND CONVENTION FACILITIES INC.

NOTES TO FINANCIAL STATEMENTS

December 31, 1994

1. SIGNIFICANT ACCOUNTING POLICIES

The corporation follows accounting principles appropriate for a municipal organization. The more significant of these accounting policies are summarized below.

(a) Rentals, Licence Fees and Show Revenue

Rentals, licence fees and show revenue comprise minimum rental and licence fees, negotiated percentages of box office receipts and profit or loss when the corporation acts as a promoter or co-promoter on shows.

Revenue excludes the capital improvement ticket surcharge.

(b) Inventories

Inventories are valued at the lower of cost, measured on a first-in, first-out basis, and replacement value.

(c) Capital Assets and Amortization

The land, buildings and original equipment of The Hamilton Entertainment and Convention Facilities Inc. are owned by The Corporation of the City of Hamilton (City of Hamilton). Purchases of equipment and furnishings are charged either directly to operations in the year in which the expenses occur, or to a capital projects reserve fund established for the purchase of capital assets and maintained by the City of Hamilton on behalf of The Hamilton Entertainment and Convention Facilities Inc.

(d) Reserves

Appropriations for reserves are included as expenses. Payments relating to the functional purpose of the reserves are charged directly to the reserves.

The accompanying financial statements do not include the activities of The Hamilton Performing Arts Foundation Inc., a related corporation.

2. OPERATIONS

The Hamilton Entertainment and Convention Facilities Inc. was incorporated without share capital under the laws of Ontario by the City of Hamilton to maintain and operate, in the public interest, the following facilities:

Copps Coliseum (a trade centre and arena)
Hamilton Convention Centre
Hamilton Place (a theatre-auditorium)

The Corporation of the City of Hamilton

THE HAMILTON ENTERTAINMENT AND CONVENTION FACILITIES INC.

NOTES TO FINANCIAL STATEMENTS – (Continued)

December 31, 1994

3. INVENTORIES

Inventories consist of liquor, beer, wine, food, soft drinks and tobacco supplies.

4. NOTE RECEIVABLE

In 1993 the corporation agreed to convert a portion of the trade accounts receivable due from the Hamilton Philharmonic Orchestra to a note receivable. This note bears interest at the prime bank rate and requires the Hamilton Philharmonic Orchestra to make monthly installments of \$2,000. Payment of the note receivable has been guaranteed by the Regional Municipality of Hamilton–Wentworth.

5. ADVANCE FROM A RELATED CORPORATION

In 1991 the Hamilton Performing Arts Foundation Inc. advanced \$ 21,700 to the corporation which in turn invested the funds with the City of Hamilton. All interest earned on these funds has been reinvested with the City of Hamilton and will be paid to the Hamilton Performing Arts Foundation Inc. The continuity of this account is summarized as:

	1994 \$	1993 \$
Balance at beginning of year	23,690	23,486
Funds advanced during year	1,170	
Funds repaid during year	(5,430)	(1,000)
Interest earned during the year	1,246	1,204
Balance at end of year	<u>20,676</u>	<u>23,690</u>

6. PENSION AGREEMENTS

The corporation makes contributions to the Ontario Municipal Employees Retirement Fund (OMERS), which is a multi-employer plan, on behalf of some members of its staff. The plan is a defined benefit plan which specifies the amount of the retirement benefit to be received by the employees based on the length of service and rates of pay.

The amount contributed to OMERS for 1994 was \$ 212,120 (1993 – \$ 207,877) for current service and is included as an expense on the Statement of Revenue and Expense.

The Corporation of the City of Hamilton

THE HAMILTON ENTERTAINMENT AND CONVENTION FACILITIES INC.

NOTES TO FINANCIAL STATEMENTS – (Continued) December 31, 1994

7. TRANSFER TO THE CITY OF HAMILTON

At the end of the year the excess of revenue over expense for the year was transferred to the City of Hamilton and allocated as follows:

	1994 \$	1993 \$
Allocated to the Hamilton Entertainment and Convention Facilities Inc. Fund for Capital Projects	147,434	187,464
Allocated to the Hamilton Entertainment and Convention Facilities Inc. Reserve for Budget Stabilization	125,000	
Allocated by the City of Hamilton against its Province of Ontario mandated social contract target		81,640
	<u>272,434</u>	<u>269,104</u>

8. OTHER RESERVE FUNDS

The following reserve funds have been set aside by City Council on behalf of The Hamilton Entertainment and Convention Facilities Inc.

(a) Capital Improvement Surcharge Funds

The Hamilton Entertainment and Convention Facilities Inc. levies a patron surcharge on ticket admissions to Hamilton Place and Copps Coliseum. Receipts from these surcharges are transferred to the City of Hamilton and recorded respectively in the Hamilton Place ticket surcharge reserve fund account and the Copps Coliseum ticket surcharge reserve fund account. The funds in these accounts are utilized for capital improvements to the respective buildings. The continuity of these funds are summarized as follows:

<u>Hamilton Place</u>	1994 \$	1993 \$
Balance at beginning of year	431,237	495,485
Receipts during the year	67,773	93,592
Closure of Great Hall Acoustical Banner System account	10,000	
Interest earned during the year	28,057	24,179
	<u>537,067</u>	<u>613,256</u>
Payments made in the year regarding Great Hall Acoustical Banner System		(182,019)
Balance at end of year	<u>537,067</u>	<u>431,237</u>

<u>Copps Coliseum</u>	1994 \$	1993 \$
Balance at beginning of year	178,599	111,573
Receipts during the year	74,195	59,578
Interest earned during the year	11,184	7,448
Balance at end of year	<u>263,978</u>	<u>178,599</u>

The Corporation of the City of Hamilton

THE HAMILTON ENTERTAINMENT AND CONVENTION FACILITIES INC.

NOTES TO FINANCIAL STATEMENTS – (Continued) December 31, 1994

8. OTHER RESERVE FUNDS – (Continued)

(b) Fund for Capital Projects

This reserve fund and the interest earned thereon is used primarily to finance major building repairs, purchase of equipment or replacement thereof. The continuity of this fund is summarized as:

	1994 \$	1993 \$
Balance at beginning of year	1,047,597	378,495
Interest earned during year	87,570	97,699
Surplus transferred from The Hamilton Entertainment and Convention Facilities Inc.	147,434	187,464
Capital fund accounts closed	130,389	686,608
Provision for capital replacement	79,210	43,600
Receipt of grant from Province of Ontario regarding barrier free access expenditures	18,650	
Receipts from sale of surplus equipment	46,625	
Federal sales tax refund received from Revenue Canada		48,731
Funds transferred to the capital fund in respect of approved capital projects	(860,000)	(395,000)
Balance at end of year	<u>697,475</u>	<u>1,047,597</u>

(c) Special Events Subsidy Fund

This reserve and interest earned thereon is used primarily to attract events to the facilities operated by The Hamilton Entertainment and Convention Facilities Inc. The continuity of this fund is summarized as:

	1994 \$	1993 \$
Balance at beginning of year	1,577	3,290
Contribution from the City of Hamilton	100,000	100,000
Interest earned during the year	2,274	1,577
Payments made in the year for event subsidies	(101,577)	(103,290)
Balance at end of year	<u>2,274</u>	<u>1,577</u>

As at December 31, 1994 the balance has been committed for 1995.

The Corporation of the City of Hamilton

THE HAMILTON ENTERTAINMENT AND CONVENTION FACILITIES INC.

NOTES TO FINANCIAL STATEMENTS – (Continued) December 31, 1994

8. OTHER RESERVE FUNDS – (Continued)

(d) Budget Stabilization

During 1994, a reserve for Budget Stabilization was created. The purpose of this reserve is to fund the corporation's overexpended municipal contribution, if any, in future years. The initial contribution to this reserve consisted of a \$125,000 allocation from Hamilton Entertainment and Convention Facilities Inc.'s excess of revenue over expense for the year.

	1994
	\$
Balance at beginning of year	
Portion of excess of revenue over expense transferred	125,000
Balance at end of year	<u>125,000</u>

9. OTHER FINANCIAL INFORMATION

At December 31, 1994 the City of Hamilton has outstanding long term debt of \$14,025,584 (1993 – \$15,151,084) which was incurred to acquire the buildings and original equipment of The Hamilton Entertainment and Convention Facilities Inc. The City of Hamilton's future payments on this debt are summarized as follows:

	Principal \$	Interest \$	Sinking Fund Deposits \$	Total \$
1995	10,855,928	1,554,805	(9,449,780)	2,960,953
1996	1,322,656	359,490	127,498	1,809,644
1997		184,700	127,498	312,198
1998	1,847,000	92,350	(1,719,502)	219,848
	<u>14,025,584</u>	<u>2,191,345</u>	<u>(10,914,286)</u>	<u>5,302,643</u>

During 1994 the City of Hamilton incurred \$1,703,351 (1993 – \$1,833,416) in interest expenses relating to the debt.

In addition, the City of Hamilton incurred estimated utility charges and related overhead expenses of \$1,570,000 (1993 – \$1,536,000) for the operations of The Hamilton Entertainment and Convention Facilities Inc.

The Corporation of the City of Hamilton

THE HAMILTON ENTERTAINMENT AND CONVENTION FACILITIES INC.

NOTES TO FINANCIAL STATEMENTS – (Continued) December 31, 1994

10. LIABILITY FOR VESTED SICK LEAVE BENEFITS

Effective May 1, 1982 the predecessor corporations to the Hamilton Entertainment and Convention Facilities Inc. adopted an Income Protection Plan and sick leave credits earned under the previous Sick Leave Benefit Plan were frozen. Under the Sick Leave Benefit Plan unused sick leave could accumulate and employees were entitled to cash payment upon termination of services after ten continuous years of employment. Entitlement to cash payment continues to apply to those employees who earned credits under this plan. The liability for these accumulated days, to the extent that they have vested and could be taken in cash by an employee on termination amounted to \$59,201 at December 31, 1994 (1993 – \$ 63,670). Cash payments made by the City of Hamilton in lieu of sick leave are included in the expenses of the year in which services are terminated and no provision was made by the City in the year when the liability was incurred. The current year's expense of \$4,495 (1993 – \$8,392) for sick leave liability was paid directly by the City of Hamilton and is not reflected in these financial statements.

11. COMPARATIVE FIGURES

Certain reclassifications of 1993 comparative figures have been made to conform to the financial statement presentation adopted in 1994.

AUDITORS' REPORT

To the Chairman and Board Members
of the Hamilton Public Library,
Members of Council, Inhabitants
and Ratepayers of The Corporation of
the City of Hamilton

We have audited the balance sheet of the Hamilton Public Library as at December 31, 1994 and the statement of revenue and expenditure and the reserves and reserve fund and trust funds statements of continuity for the year then ended. These financial statements are the responsibility of the Library's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as explained in the following paragraph, we conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In common with many not-for-profit organizations, the trust funds of the Library derive revenue from donations and other revenue, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Library and we were not able to determine whether any adjustments might be necessary to donations and other revenue, trust fund balances and assets.

In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of the donations and other revenue referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the Library as at December 31, 1994 and the results of its operations for the year then ended in accordance with the accounting principles disclosed in note 1 to the financial statements.

Mac Gillivray Partners

CHARTERED ACCOUNTANTS

Hamilton, Canada
March 24, 1995

The Corporation of the City of Hamilton

HAMILTON PUBLIC LIBRARY

BALANCE SHEET

as at December 31, 1994

	1994 \$	1993 \$
ASSETS		
Unrestricted		
Cash	4,509	4,749
Accounts receivable	22,397	170,678
Due from City of Hamilton	1,253,421	1,098,480
Prepaid expenses	337,336	334,642
Gift shop inventory	1,542	3,810
	<u>1,619,205</u>	<u>1,612,359</u>
Restricted – Trust Funds		
Cash	115,257	109,737
Term deposits	71,687	69,239
Deposits with the Hamilton Foundation	569,887	515,657
Due from revenue fund	142,998	151,485
Accrued interest receivable	20,710	25,233
	<u>920,539</u>	<u>871,351</u>
	<u>2,539,744</u>	<u>2,483,710</u>
LIABILITIES, RESERVES AND FUND BALANCES		
Accounts payable and accrued liabilities	349,914	301,262
Deferred revenue	109,653	136,216
Due to trust funds	142,998	151,485
	<u>602,565</u>	<u>588,963</u>
Reserves and reserve funds	1,016,640	1,023,396
Trust Funds – fund balance	<u>920,539</u>	<u>871,351</u>
	<u>2,539,744</u>	<u>2,483,710</u>

The Corporation of the City of Hamilton

HAMILTON PUBLIC LIBRARY

STATEMENT OF REVENUE AND EXPENDITURE for the year ended December 31, 1994

	1994 \$	1993 \$
REVENUE		
Municipal contribution	14,513,537	14,354,970
Province of Ontario grant	1,100,416	1,009,518
Grant revenue	441,171	411,071
Regional Library system contract	2,990	13,619
Other – rentals, sales and recoveries	507,386	513,940
	<u>16,565,500</u>	<u>16,303,118</u>
EXPENDITURE		
Central Library administration and technical services (schedule)	<u>10,382,165</u>	<u>9,693,474</u>
Transfers to capital – City of Hamilton	<u>0</u>	<u>16,348</u>
Library Branches		
Barton	293,796	287,582
Kenilworth	404,430	411,532
Locke	151,280	147,225
Concession	343,579	296,961
Westdale	351,883	352,238
Sherwood	975,616	963,771
Red Hill	557,919	572,733
Terryberry	1,089,144	1,066,989
Picton	249,763	260,657
Children's librarian service	246,155	265,335
	<u>4,663,565</u>	<u>4,625,023</u>
Total operating expenditure	15,045,730	14,334,845
Transfers to own reserves	<u>1,519,770</u>	<u>1,908,970</u>
	<u>16,565,500</u>	<u>16,243,815</u>
EXCESS OF REVENUE OVER EXPENDITURE	0	59,303
Transfer to City of Hamilton reserve fund (note 2)	<u>0</u>	<u>59,303</u>
EXCESS OF REVENUE OVER EXPENDITURE	<u>0</u>	<u>0</u>

The Corporation of the City of Hamilton

HAMILTON PUBLIC LIBRARY

RESERVES AND RESERVE FUND STATEMENT OF CONTINUITY for the year ended December 31, 1994

	Total \$	Replacement of Equipment \$	Repairs to Grounds \$
BALANCE at beginning of year	<u>1,023,396</u>	<u>127,727</u>	<u>14,853</u>
REVENUE			
Contributions from revenue fund	1,519,770	35,000	9,000
Donations and other	27,634		
Interest	<u>57,664</u>	<u>7,706</u>	<u>1,026</u>
	<u>1,605,068</u>	<u>42,706</u>	<u>10,026</u>
EXPENDITURE			
Replacement or repairs	38,658		
Purchase of library material	<u>1,573,166</u>		
	<u>1,611,824</u>	<u>0</u>	<u>0</u>
BALANCE at end of year	<u><u>1,016,640</u></u>	<u><u>170,433</u></u>	<u><u>24,879</u></u>

	Repairs to Buildings \$	Replacement of Films \$	Replacement of Photocopier \$
BALANCE at beginning of year	<u>240,890</u>	<u>179,429</u>	<u>11,726</u>
REVENUE			
Contributions from revenue fund	60,000	86,710	
Donations and other		6,653	
Interest	<u>14,378</u>	<u>9,714</u>	<u>623</u>
	<u>74,378</u>	<u>103,077</u>	<u>623</u>
EXPENDITURE			
Replacement or repairs	38,658		
Purchase of library materials	<u>38,658</u>	<u>84,697</u>	
	<u>38,658</u>	<u>84,697</u>	<u>0</u>
BALANCE at end of year	<u><u>276,610</u></u>	<u><u>197,809</u></u>	<u><u>12,349</u></u>

The Corporation of the City of Hamilton

HAMILTON PUBLIC LIBRARY

RESERVES AND RESERVE FUND STATEMENT OF CONTINUITY – (Continued) for the year ended December 31, 1994

	Purchase of Books \$	Miscellaneous Collections \$	Automated Acquisition System \$
BALANCE at beginning of year	<u>263,211</u>	<u>55,547</u>	<u>7,823</u>
REVENUE			
Contributions from revenue fund	875,310	16,580	
Donations and other	20,874		
Interest	<u>14,365</u>	<u>2,949</u>	<u>416</u>
	<u>910,549</u>	<u>19,529</u>	<u>416</u>
EXPENDITURE			
Replacement or repairs			
Purchase of library materials	<u>1,053,393</u>	<u>5,104</u>	
	<u>1,053,393</u>	<u>5,104</u>	<u>0</u>
BALANCE at end of year	<u><u>120,367</u></u>	<u><u>69,972</u></u>	<u><u>8,239</u></u>

	Non-Book Library Material \$
BALANCE at beginning of year	<u>122,190</u>
REVENUE	
Contributions from revenue fund	437,170
Donations and other	107
Interest	<u>6,487</u>
	<u>443,764</u>
EXPENDITURE	
Replacement or repairs	
Purchase of library materials	<u>429,972</u>
	<u>429,972</u>
BALANCE at end of year	<u><u>135,982</u></u>

The Corporation of the City of Hamilton

HAMILTON PUBLIC LIBRARY

TRUST FUNDS STATEMENT OF CONTINUITY for the year ended December 31, 1994

	Total \$	Special Gifts Fund \$	F. Walden Bequest \$
BALANCE at beginning of year	<u>871,351</u>	<u>539,988</u>	<u>27,200</u>
REVENUE			
Interest	67,151	41,559	1,763
Donations	6,459	6,459	
Other	488	350	68
	<u>74,098</u>	<u>48,368</u>	<u>1,831</u>
EXPENDITURE			
Other	24,910	24,310	
	<u>24,910</u>	<u>24,310</u>	<u>0</u>
BALANCE at end of year	<u><u>920,539</u></u>	<u><u>564,046</u></u>	<u><u>29,031</u></u>

	M. Waldon Thompson Bequest \$	Ketha McLaren Memorial Fund \$	Capital Endowment Fund \$
BALANCE at beginning of year	<u>18,192</u>	<u>11,952</u>	<u>262,428</u>
REVENUE			
Interest	628	1,122	21,463
Donations			70
Other			
	<u>628</u>	<u>1,122</u>	<u>21,533</u>
EXPENDITURE			
Other		600	
	<u>0</u>	<u>600</u>	<u>0</u>
BALANCE at end of year	<u><u>18,820</u></u>	<u><u>12,474</u></u>	<u><u>283,961</u></u>

The Corporation of the City of Hamilton

HAMILTON PUBLIC LIBRARY

TRUST FUNDS STATEMENT OF CONTINUITY – (Continued) for the year ended December 31, 1994

	Centennial Buy-A-Book Campaign \$
BALANCE at beginning of year	<u>11,591</u>
REVENUE	
Interest	616
Donations	
Other	<u>616</u>
EXPENDITURE	
Other	<u>0</u>
BALANCE at end of year	<u><u>12,207</u></u>

The Corporation of the City of Hamilton

HAMILTON PUBLIC LIBRARY

NOTES TO FINANCIAL STATEMENTS December 31, 1994

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of accounting

Revenues and expenditures are reported on the accrual basis of accounting which recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of a receipt of goods or services and the creation of a legal obligation to pay.

- (b) The historical cost and accumulated amortization for capital assets are not recorded. Purchases of capital assets are charged either directly to operations in the year in which the expenditures occur, or to a reserve established for the purchase of capital assets.

2. CITY OF HAMILTON – RESERVE FUND

At the discretion of Council, the City of Hamilton has set aside the following reserve fund for the Hamilton Public Library. This fund is included in the City's Consolidated Balance Sheet.

	Capital Projects	
	1994	1993
	\$	\$
Balance at beginning of year	140,177	113,955
Contributions from:		
Hamilton Public Library		59,303
Interest earned	33,103	32,954
Transfer from Capital	52,000	965
	85,103	93,222
Expenditures	153,000	67,000
Balance at end of year	72,280	140,177

3. NET LONG TERM LIABILITIES AND DEBT CHARGES

These statements reflect only the current operations of the Library and do not show the capital outlay to be recovered, long term debt or debt charges.

- (a) Debt charges were incurred during the year as follows:

	1994	1993
	\$	\$
Principal	569,750	505,330
Sinking Fund Deposit	78,430	111,683
Interest	621,898	604,507
	1,270,078	1,221,520

The Corporation of the City of Hamilton

HAMILTON PUBLIC LIBRARY

NOTES TO FINANCIAL STATEMENTS – (Continued) December 31, 1994

3. NET LONG TERM LIABILITIES AND DEBT CHARGES – (Continued)

(b) Principal payments are due as follows:

	\$
1995	880,765
1996	1,004,141
1997	636,381
1998	672,381
1999	657,815
thereafter	<u>1,245,307</u>
	<u>5,096,790</u>

4. LIABILITY FOR VESTED SICK LEAVE BENEFITS

Effective May 1, 1982 the Income Protection Plan was adopted and sick leave credits earned under the Sick Leave Benefit Plan were frozen. Under the Sick Leave Benefit Plan unused sick leave would accumulate and employees were entitled to cash payment upon termination of services after ten continuous years. Entitlement to cash payment continues to apply to those employees who earned credits under this plan. The liability for these accumulated days, to the extent that they have vested and could be taken in cash by an employee on termination, amounted to \$448,949 (1993 – \$570,659) at the end of the year. Cash payments made in lieu of sick leave are included in the expenditures of the year in which services are terminated but no provision is made for the year in which the liability is incurred. The current year's expenditure of \$101,340 (1993 – \$41,226) for sick leave liability is not reflected in the Library's Statement of Revenue and Expenditure, but is included in the City's Consolidated Statement of Operations.

5. UTILITY CHARGES

The total operating expenditures for utilities supplied by the Central Utilities Plant to the Library amount to \$507,186 for 1994 (1993 – \$490,817). The cost of utilities are not reflected in the Library's Statement of Revenue and Expenditures, but are included in the City's Consolidated Statement of Operations.

6. COMMITMENTS

Minimum future lease payments for various premises and equipment are as follows:

	\$
1995	506,300
1996	487,600
1997	482,900
1998	458,200
1999	<u>441,100</u>
	<u>2,376,100</u>

The Corporation of the City of Hamilton

HAMILTON PUBLIC LIBRARY

NOTES TO FINANCIAL STATEMENTS – (Continued) December 31, 1994

7. PENSION AGREEMENTS

The Hamilton Public Library makes contributions to the Ontario Municipal Employees Retirement System (OMERS), which is a multi-employee plan, on behalf of 237 members of its staff. The plan is a defined benefit plan which specifies the amount of the retirement benefit to be received by the employees based on the length of service and rates of pay.

The amounts contributed to OMERS are included in the Statement of Revenue and Expenditure. The current year's expenditure is \$560,009 (1993 – \$546,458).

8. COMPARATIVE FIGURES

Certain comparative figures for 1993 have been reclassified to agree with the financial statement presentation adopted for 1994.

The Corporation of the City of Hamilton

HAMILTON PUBLIC LIBRARY

SCHEDULE OF EXPENDITURES

CENTRAL LIBRARY ADMINISTRATION and TECHNICAL SERVICES

for the year ended December 31, 1994

	1994 \$	1993 \$
Administration	1,520,402	1,221,212
Operations	773,015	499,003
Audio/Visual	279,620	328,768
Boys and Girls	225,646	225,182
QUIC information	490,265	463,974
Special acquisitions	329,549	318,387
Business, science and technology	747,712	774,794
Social sciences and history	384,916	432,005
Fiction, language and literature	599,869	637,393
Fine arts	377,764	360,069
VLS/CED	296,458	289,576
Literacy	62,718	58,781
Bookmobiles	396,529	366,538
Circulation	481,409	383,573
Interlibrary loans	24,526	66,905
Public relations and publicity	518,610	470,934
Planning process	180,026	56,725
Acquisitions	513,307	515,167
Automated cataloguing	672,612	639,766
Final processing	318,355	321,784
Overdues	132,856	252,089
Automated library system	563,234	545,932
Common area, meeting rooms and staff room	1,313	1,425
Information Express	79	
Photocopier services	46,573	48,807
Gift shop	3,443	3,134
Grants	441,359	411,551
	<u>10,382,165</u>	<u>9,693,474</u>

AUDITORS' REPORT

To the Board of Directors of the
Parking Authority of the City of Hamilton,
Members of Council, Inhabitants and
Ratepayers of The Corporation of
the City of Hamilton

We have audited the balance sheet of the Parking Authority of the City of Hamilton as at December 31, 1994 and the statement of operations for the year then ended. These financial statements are the responsibility of the Authority's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Parking Authority as at December 31, 1994 and the results of its operations for the year then ended in accordance with the accounting principles disclosed in note 1 to the financial statements.

MacGillivray Partners

CHARTERED ACCOUNTANTS

Hamilton, Canada
March 22, 1995

The Corporation of the City of Hamilton

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

BALANCE SHEET December 31, 1994

	1994 \$	1993 \$
ASSETS		
Current		
Cash	17,215	23,932
Accounts receivable – other	38,194	26,168
– City of Hamilton		77,582
Prepaid expenses	49,302	63,186
	<u>104,711</u>	<u>190,868</u>
Capital outlay financed by long term liabilities and to be recovered in future years	4,382,867	4,749,940
	<u>4,487,578</u>	<u>4,940,808</u>
LIABILITIES		
Current		
Deferred stamp sales		3,527
Accounts payable and accrued liabilities	36,790	169,344
Deferred revenue	13,710	17,997
Due to the City of Hamilton	54,211	
Net long term		
Due to the City of Hamilton	4,382,867	4,749,940
	<u>4,487,578</u>	<u>4,940,808</u>

The Corporation of the City of Hamilton

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

STATEMENT OF OPERATIONS

for the year ended December 31, 1994

	1994 \$	1993 \$
REVENUE		
Parking fees		
Off-street parking lots (schedule 1)	2,125,214	2,102,092
Urban renewal lots (schedule 2)	40,335	40,965
Hamilton Place/Ellen Fairclough building – underground garage (schedule 3)	1,195,606	1,229,950
Unclassified	17,356	14,109
Administrative costs recovered	179,182	189,129
On-street meters	962,943	988,835
Contra advertising (note 7)	24,340	35,645
	<u>4,544,976</u>	<u>4,600,725</u>
EXPENDITURE		
Direct		
Off-street parking lots (schedule 1)	2,189,200	2,148,724
Urban renewal lots (schedule 2)	17,955	18,782
Hamilton Place/Ellen Fairclough building – underground garage (schedule 3)	1,200,762	1,173,281
On-street meters	49,091	73,124
	<u>3,457,008</u>	<u>3,413,911</u>
Indirect		
Administration (schedule 4)	298,017	384,867
General operating (schedule 4)	632,834	487,719
	<u>930,851</u>	<u>872,586</u>
	<u>4,387,859</u>	<u>4,286,497</u>
GROSS PROFIT	<u>157,117</u>	<u>314,228</u>
CHARGES FOR LONG TERM LIABILITY		
Principal	367,073	526,012
Interest	723,675	716,819
	<u>1,090,748</u>	<u>1,242,831</u>
LOSS	<u>(933,631)</u>	<u>(928,603)</u>
DISPOSITION OF LOSS		
Reserve for off-street parking (schedule 1)	(950,855)	(1,007,455)
Urban renewal partnership (schedule 2)	22,380	22,183
City of Hamilton (schedule 3)	(3,449)	37,912
Ministry of Government Services (schedule 3)	(1,707)	18,757
	<u>(933,631)</u>	<u>(928,603)</u>

The Corporation of the City of Hamilton

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

NOTES TO FINANCIAL STATEMENTS

December 31, 1994

1. SIGNIFICANT ACCOUNTING POLICIES

The Parking Authority financial statements are the representation of management prepared in accordance with accounting policies prescribed for Ontario municipalities and their local boards by the Ministry of Municipal Affairs. Since precise determination of many assets and liabilities is dependent upon future events, the preparation of periodic financial statements necessarily involves the use of estimates and approximations. These have been made using careful judgements.

Basis of Accounting

- (a) Revenues and expenditures are reported on the accrual basis of accounting with the exception of principal and interest charges on long term liabilities which are charged against operations in the periods in which they are paid.
- (b) The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.
- (c) The historical cost and accumulated amortization of capital assets are not recorded for financial statement purposes. Capital assets are reported as an expenditure on the Statement of Operations in the year of acquisition.
- (d) Capital outlay to be recovered in future years, which represents the outstanding principal portion of unmatured long term liabilities, is reported on the Balance Sheet.

2. LIABILITY FOR VESTED SICK LEAVE BENEFITS

Effective January 1, 1982 the Income Protection Plan was adopted and sick bank credits earned under the Sick Leave Benefit Plan were frozen. Under the Sick Leave Benefit Plan unused sick leave would accumulate and employees were entitled to cash payment upon termination of services after seven continuous years. Entitlement to cash payment continues to apply to those employees who earned credits under this plan. The liability for these accumulated days, to the extent that they have vested and could be taken in cash by an employee on termination amounted to \$25,781 (1993 - \$25,781) at the end of the year. Cash payments made in lieu of sick leave are included in expenditures of the year in which services are terminated but no provision is made for the year in which the liability is incurred.

3. NET LONG TERM LIABILITIES

- (a) Principal repayments are as follows:

	\$
1995	516,012
1996	497,012
1997	497,012
1998	<u>2,872,831</u>
	<u><u>4,382,867</u></u>

The Corporation of the City of Hamilton

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

NOTES TO FINANCIAL STATEMENTS – (Continued) December 31, 1994

3. NET LONG TERM LIABILITIES – (Continued)

(b) Sinking Fund

In March 1994, Regional Council approved, on the authority of the O.M.B., a reduction to the City of Hamilton's share in the contributions to the sinking fund in the amount of \$1,820,290 of which the Parking Authority's share is \$145,939. The contribution level has been adjusted to reflect the current level necessary to defray debenture debt and has the impact of reducing the current budget for the 1995 year. Reductions of future contributions are projected and will require similar approval by Regional Council.

(c) Approval of the Ontario Municipal Board has been obtained for the long term liabilities reported on the Balance Sheet.

(d) No provision has been made in these financial statements for the accrual of interest on the net long term liabilities. Had this provision been made, the accumulated losses transferred to the reserve would have increased by \$242,796 (1993 – \$243,493).

4. CAPITAL ASSETS

The land, buildings and equipment of \$25,860,988 (1993 – \$25,248,711) are administered by the Parking Authority on behalf of the Corporation of the City of Hamilton and are not reported on the Balance Sheet.

5. RESERVES

The financial statements of the Parking Authority reflect the assets, liabilities, revenues and expenditures of its revenue and capital funds. Had the financial statements included the activities of its reserves, the following adjustments would have been made to the financial statements:

	Replacement of Equipment \$	Major Repairs to Mobile Equipment \$	Total \$
Balance at beginning of year	133,294	55,054	188,348
Provision	32,620	6,703	39,323
Interest	9,145	3,084	12,229
	41,765	9,787	51,552
Balance at end of year	175,059	64,841	239,900
Due from the City of Hamilton	175,059	64,841	239,900

The Corporation of the City of Hamilton

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

NOTES TO FINANCIAL STATEMENTS – (Continued) December 31, 1994

6. PENSION AGREEMENTS

The Parking Authority makes contributions to the Ontario Municipal Employees Retirement System (OMERS), which is a multi-employer plan, on behalf of the members of its staff. The plan is a defined benefit plan which specifies the amount of retirement benefit to be received by the employees based on the length of service and rates of pay.

The amounts contributed to OMERS are included in the Statements of Revenue and Expenditures. The current year's expenditure is \$45,646 (1993 – \$44,920).

7. NON-MONETARY TRANSACTIONS

During the year the Parking Authority provided parking for organizations in exchange for advertising. The revenues and expenditures in the amount of \$24,340 (1993 – \$35,645) were measured based on the value of services given up or received. There were no gains or losses on the transaction.

8. LEASE COMMITMENTS

The City of Hamilton has entered into lease agreements on behalf of the Parking Authority for land to be used as parking lots. Future minimum lease payments which will be included in the Parking Authority's future Statements of Operations are as follows:

	\$
1995	180,000
1996	170,000
1997	168,000
1998	17,000
1999	3,000

9. COMPARATIVE FIGURES

Certain comparative figures for 1993 have been reclassified to agree with financial statement presentation adopted for 1994.

**AUDITORS' REPORT
ON SUPPLEMENTARY INFORMATION**

To the Board of Directors of the
Parking Authority of the City of Hamilton,
Members of Council, Inhabitants and
Ratepayers of The Corporation of
the City of Hamilton

We have reported on this date on the balance sheet of the Parking Authority of the City of Hamilton as at December 31, 1994 and the statement of operations for the year then ended. Our examination of the additional information included in schedules #1 through #4 for the year ended December 31, 1994 was limited to the extent necessary to allow us to express an opinion on the financial statements referred to above.

MacGillivray Partners

CHARTERED ACCOUNTANTS

Hamilton, Canada
March 22, 1995

The Corporation of the City of Hamilton

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

SCHEDULE #1 OF REVENUE AND EXPENDITURE OFF-STREET PARKING LOTS for the year ended December 31, 1994

	1994 \$	1993 \$
REVENUE		
Parking fees	<u>2,125,214</u>	<u>2,102,092</u>
EXPENDITURE		
Direct		
Attendants' wages	454,433	409,173
Light, power and utilities	97,672	95,430
Fuel	339	344
Operating supplies	2,328	2,986
Tickets	20,629	27,666
Unclassified	2,700	2,650
Repairs and maintenance		
Equipment	67,221	59,657
Grounds	92,291	272,056
Buildings	8,343	16,889
Realty and business taxes	1,181,566	1,112,050
Rent	182,617	121,067
Equipment		756
Insurance	32,304	
Promotion	46,757	28,000
	<u>2,189,200</u>	<u>2,148,724</u>
NET OPERATING PROFIT (LOSS)	<u>(63,986)</u>	<u>(46,632)</u>
INDIRECT EXPENDITURE, ON-STREET METERS AND DEBT CHARGES	2,070,690	2,188,541
Less other revenues including off-street parking	<u>1,183,821</u>	<u>1,227,718</u>
	<u>886,869</u>	<u>960,823</u>
LOSS	<u>(950,855)</u>	<u>(1,007,455)</u>
DISPOSITION OF LOSS		
Reserve for off-street parking	<u>(950,855)</u>	<u>(1,007,455)</u>

Unaudited

The Corporation of the City of Hamilton

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

SCHEDULE #2 OF REVENUE AND EXPENDITURE URBAN RENEWAL LOTS for the year ended December 31, 1994

		James & Wilson	
		1994	1993
		\$	\$
REVENUE			
Parking fees		<u>40,335</u>	<u>40,965</u>
EXPENDITURE			
Direct			
Administrative charges		6,050	6,145
Light and power		167	167
Unclassified		50	50
Repairs and maintenance			
Equipment		502	
Grounds		121	1,355
Realty and business taxes		<u>11,065</u>	<u>11,065</u>
		<u>17,955</u>	<u>18,782</u>
NET OPERATING PROFIT		<u><u>22,380</u></u>	<u><u>22,183</u></u>
DISPOSITION OF NET PROFIT			
Urban renewal partnership		<u><u>22,380</u></u>	<u><u>22,183</u></u>

Unaudited

The Corporation of the City of Hamilton

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

SCHEDULE #3 OF REVENUE AND EXPENDITURE HAMILTON PLACE/ELLEN FAIRCLOUGH BUILDING – UNDERGROUND GARAGE for the year ended December 31, 1994

	Ministry of Government Services \$	Parking Authority \$	Totals 1994 \$	1993 \$
REVENUE				
Parking fees	395,746	799,860	1,195,606	1,229,950
EXPENDITURE				
Direct				
Administration charges	57,307	115,825	173,132	182,984
Attendants' wages	134,213	271,264	405,477	407,712
Light, power and utilities	61,372	124,041	185,413	168,478
Unclassified	1,638	3,310	4,948	4,044
Repairs and maintenance	31,305	63,272	94,577	76,996
Realty and business taxes	92,982	187,932	280,915	280,055
Operating equipment	98	199	297	678
Insurance	4,088	8,263	12,351	14,834
Consultant's Fee	748	1,512	2,260	500
Promotion	13,702	27,691	41,393	37,000
	<u>397,453</u>	<u>803,309</u>	<u>1,200,762</u>	<u>1,173,281</u>
NET OPERATING PROFIT/(LOSS)	<u>(1,707)</u>	<u>(3,449)</u>	<u>(5,156)</u>	<u>56,669</u>
DISPOSITION OF NET PROFIT/(LOSS)				
City of Hamilton 66.9%		(3,449)	(3,449)	37,912
Ministry of Government Services 33.1%	<u>(1,707)</u>		<u>(1,707)</u>	<u>18,757</u>
	<u>(1,707)</u>	<u>(3,449)</u>	<u>(5,156)</u>	<u>56,669</u>

Unaudited

The Corporation of the City of Hamilton

THE PARKING AUTHORITY OF THE CITY OF HAMILTON

SCHEDULE #4 OF INDIRECT EXPENDITURE for the year ended December 31, 1994

	1994 \$	1993 \$
ADMINISTRATION		
Salaries – office	128,826	194,419
Employees' benefits	38,631	37,125
Telephone	5,706	5,957
Advertising and publicity	36,379	45,757
Postage	971	1,046
Stationery and office supplies	7,761	7,888
Miscellaneous expenditures	13,657	16,861
Insurance	5,422	8,639
Professional fees	1,480	1,450
Office equipment	19,135	16,821
Travelling	8,424	22,028
Consultants fee	3,731	4,476
Armoured car charges	5,094	5,280
Social contract mitigation	22,800	17,120
	<u>298,017</u>	<u>384,867</u>
GENERAL OPERATING		
Salaries	434,824	291,141
Employees' benefits	89,912	87,006
Telephone	9,045	6,408
Cleaning supplies	3,996	2,807
Operating supplies	16,113	16,017
Maintenance – automotive equipment	31,881	33,198
Operating equipment		4,652
Provision for replacement and repairs	42,763	42,322
Rental computer equipment	4,300	4,168
	<u>632,834</u>	<u>487,719</u>
TOTAL INDIRECT EXPENDITURE	<u><u>930,851</u></u>	<u><u>872,586</u></u>

Unaudited

AUDITORS' REPORT

To the Board of Management of the
Barton General Business Improvement
Area, Members of Council, Inhabitants
and Ratepayers of The Corporation of
the City of Hamilton

We have audited the balance sheet of the Barton General Business Improvement Area as at December 31, 1994 and the statement of revenue and expense and members' equity for the year then ended. These financial statements are the responsibility of the organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the organization as at December 31, 1994 and the results of its operations for the year then ended in accordance with generally accepted accounting principles.

Mac Gillivray Partners

CHARTERED ACCOUNTANTS

Hamilton, Canada
April 6, 1995

The Corporation of the City of Hamilton

BARTON GENERAL BUSINESS IMPROVEMENT AREA

BALANCE SHEET December 31, 1994

	1994 \$	1993 \$
ASSETS		
Current		
Cash		7,451
Term deposit	5,175	
Levies receivable	1,140	2,054
Prepaid expense		10
	<u>6,315</u>	<u>9,515</u>
LIABILITIES AND MEMBERS' EQUITY		
Current		
Bank overdraft	132	
Accounts payable and accrued liabilities	448	300
Accounts payable – City of Hamilton	<u>889</u>	<u>1,478</u>
	1,469	1,778
MEMBERS' EQUITY	<u>4,846</u>	<u>7,737</u>
	<u>6,315</u>	<u>9,515</u>

See accompanying note to the financial statements.

The Corporation of the City of Hamilton

BARTON GENERAL BUSINESS IMPROVEMENT AREA

STATEMENT OF REVENUE AND EXPENSE AND MEMBERS' EQUITY for the year ended December 31, 1994

	1994 \$	1993 \$
REVENUE		
Assessment levy	5,126	4,460
Interest	187	51
Donation to Barton Street Bash		100
Other income		802
	<u>5,313</u>	<u>5,413</u>
EXPENSE		
Promotion	5,469	1,625
Office	318	273
Rent	1,200	
Audit	305	316
Meetings	326	373
Bank charges	76	65
Membership fees	10	
Miscellaneous		1,015
Insurance		129
Bad debts	500	200
	<u>8,204</u>	<u>3,996</u>
EXCESS OF REVENUE (EXPENSE) FOR THE YEAR	(2,891)	1,417
MEMBERS' EQUITY at beginning of year	7,737	6,320
MEMBERS' EQUITY at end of year	<u>4,846</u>	<u>7,737</u>

See accompanying note to the financial statements.

The Corporation of the City of Hamilton

BARTON GENERAL BUSINESS IMPROVEMENT AREA

NOTE TO FINANCIAL STATEMENTS

December 31, 1994

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Accounting

Revenue and expense are recorded on the accrual basis. The accrual basis of accounting recognizes revenues as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

(b) Capital Assets

The historical cost and accumulated amortization of capital assets are not recorded. Capital assets are reported as expenses in the year of acquisition.

AUDITORS' REPORT

To the Board of Management of the
Concession Street Business Improvement
Area, Members of Council, Inhabitants
and Ratepayers of The Corporation of
the City of Hamilton

We have audited the balance sheet of the Concession Street Business Improvement Area as at December 31, 1994 and the statement of revenue and expense and members' equity for the year then ended. These financial statements are the responsibility of the organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the organization as at December 31, 1994 and the results of its operations for the year then ended in accordance with generally accepted accounting principles.

Mac Gillivray Partners

CHARTERED ACCOUNTANTS

Hamilton, Canada
April 6, 1995

The Corporation of the City of Hamilton

CONCESSION STREET BUSINESS IMPROVEMENT AREA

BALANCE SHEET December 31, 1994

	1994 \$	1993 \$
ASSETS		
Current		
Cash	4,328	7,290
Levies receivable	7,096	2,423
Grant receivable	1,000	1,000
Prepaid expense	169	230
Inventory	390	
	<u>12,983</u>	<u>10,943</u>
LIABILITIES AND MEMBERS' EQUITY		
Current		
Accounts payable and accrued liabilities	1,850	575
Accounts payable – City of Hamilton	<u>2,458</u>	<u>1,143</u>
	4,308	1,718
MEMBERS' EQUITY	<u>8,675</u>	<u>9,225</u>
	<u>12,983</u>	<u>10,943</u>

See accompanying note to the financial statements.

The Corporation of the City of Hamilton

CONCESSION STREET BUSINESS IMPROVEMENT AREA

STATEMENT OF REVENUE AND EXPENSE AND MEMBERS' EQUITY for the year ended December 31, 1994

	1994 \$	1993 \$
REVENUE		
Assessment levy	8,312	7,464
Government grants	1,000	1,000
Other income	3,265	
Interest		208
	<u>12,577</u>	<u>8,672</u>
EXPENSE		
Promotion	4,694	1,149
Christmas decorations	3,372	4,503
Office supplies	100	319
Audit fees	300	316
Insurance	537	501
Bank charges	20	47
Miscellaneous	54	535
Cost of books sold	3,250	
Bad debts	800	
	<u>13,127</u>	<u>7,370</u>
EXCESS OF REVENUE (EXPENSE) FOR THE YEAR	(550)	1,302
MEMBERS' EQUITY at beginning of year	9,225	7,923
MEMBERS' EQUITY at end of year	<u><u>8,675</u></u>	<u><u>9,225</u></u>

See accompanying note to the financial statements.

The Corporation of the City of Hamilton

CONCESSION STREET BUSINESS IMPROVEMENT AREA

NOTE TO FINANCIAL STATEMENTS

December 31, 1994

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Accounting

Revenue and expense are recorded on the accrual basis. The accrual basis of accounting recognizes revenues as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

(b) Capital Assets

The historical cost and accumulated amortization of capital assets are not recorded. Capital assets are reported as expenses in the year of acquisition.

(c) Inventory

The inventory of books is valued at the lower of cost and net realizable value.

AUDITORS' REPORT

To the Board of Management of the
Downtown Promenade Business Improvement
Area, Members of Council, Inhabitants
and Ratepayers of The Corporation of
the City of Hamilton

We have audited the balance sheet of the Downtown Promenade Business Improvement Area as at December 31, 1994 and the statement of revenue and expense and members' equity for the year then ended. These financial statements are the responsibility of the organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the organization as at December 31, 1994 and the results of its operations for the year then ended in accordance with generally accepted accounting principles.

Mac Gillivray Partners

CHARTERED ACCOUNTANTS

Hamilton, Canada
March 24, 1995

The Corporation of the City of Hamilton

DOWNTOWN PROMENADE BUSINESS IMPROVEMENT AREA

BALANCE SHEET December 31, 1994

	1994 \$	1993 \$
ASSETS		
Current		
Cash	22,107	26,217
Short-term deposits	62,375	60,000
Accounts receivable	2,535	1,431
Assessment levy receivable	52,114	21,455
Accrued interest receivable	147	80
Prepaid expenses	245	2,073
	<u>139,523</u>	<u>111,256</u>
LIABILITIES AND MEMBERS' EQUITY		
Current		
Accounts payable and accrued liabilities	1,590	1,150
Accounts payable – City of Hamilton	<u>28,205</u>	<u>29,481</u>
	29,795	30,631
CONTINGENT LIABILITY (note 2)		
MEMBERS' EQUITY	<u>109,728</u>	<u>80,625</u>
	<u>139,523</u>	<u>111,256</u>

See accompanying notes to the financial statements.

The Corporation of the City of Hamilton

DOWNTOWN PROMENADE BUSINESS IMPROVEMENT AREA

STATEMENT OF REVENUE AND EXPENSE AND MEMBERS' EQUITY for the year ended December 31, 1994

	1994 \$	1993 \$
REVENUE		
Assessment levy	97,453	130,343
Interest	2,442	645
Other	1,104	2,017
	<u>100,999</u>	<u>133,005</u>
EXPENSE		
Management fees	30,214	23,319
Administration	18,145	24,853
Donation	10,000	
Promotion	8,060	1,674
Bad debts (recovery)	(15,000)	5,023
Miscellaneous	553	7,275
Project cost	19,924	26,658
	<u>71,896</u>	<u>88,802</u>
EXCESS OF REVENUE FOR THE YEAR	29,103	44,203
MEMBERS' EQUITY at beginning of year	80,625	36,422
MEMBERS' EQUITY at end of year	<u>109,728</u>	<u>80,625</u>

See accompanying notes to the financial statements.

The Corporation of the City of Hamilton

DOWNTOWN PROMENADE BUSINESS IMPROVEMENT AREA

NOTES TO FINANCIAL STATEMENTS

December 31, 1994

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Accounting

Revenue and expense are recorded on the accrual basis. The accrual basis of accounting recognizes revenues as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

(b) Capital Assets

The historical cost and accumulated amortization of capital assets are not recorded. Capital assets are reported as expenses in the year of acquisition.

(c) Donations

The organization does not record the value of donated materials and services.

2. CONTINGENT LIABILITY

The organization has been named in a wrongful dismissal suit initiated by a former employee. An estimate of the likelihood and amount of any settlement cannot be made at this time. Any settlement resulting from the resolution of this contingency is expected to be accounted for as an expense of the period in which the settlement occurs.

AUDITORS' REPORT

To the Board of Management of the
International Village Business Improvement
Area, Members of Council, Inhabitants
and Ratepayers of The Corporation of
the City of Hamilton

We have audited the balance sheet of the International Village Business Improvement Area as at December 31, 1994 and the statement of revenue and expense and members' equity for the year then ended. These financial statements are the responsibility of the organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as explained in the following paragraphs, we conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

The organization has entered into a job development program with Employment and Immigration Canada, but does not include the assets, liabilities, revenues or expenses related to this program in its financial statements, except to the extent of transfers of funds between the bank accounts of the organization and that relating to the job development program. Accordingly, we are unable to determine the extent to which revenues, expenses, assets, liabilities and members' equity may be misstated.

In common with many not-for-profit organizations, the organization receives other revenue, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of this revenue was limited to the amounts recorded in the records of the organization and we were not able to determine whether any adjustments might be necessary to this revenue, excess of revenue for the year, assets and members' equity.

In our opinion, except for the effects of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the operations of the job development program and the completeness of the other revenue referred to in the preceding paragraphs, these financial statements present fairly, in all material respects, the financial position of the organization as at December 31, 1994 and the results of its operations for the year then ended in accordance with generally accepted accounting principles.

Mac Gillivray Partners

CHARTERED ACCOUNTANTS

Hamilton, Canada
April 6, 1995

The Corporation of the City of Hamilton

INTERNATIONAL VILLAGE BUSINESS IMPROVEMENT AREA

BALANCE SHEET December 31, 1994

	1994 \$	1993 \$
ASSETS		
Current		
Assessment levies receivable	30,945	28,065
Accounts receivable	1,209	2,573
Prepaid expenses	76	558
	<u>32,230</u>	<u>31,196</u>
LIABILITIES AND MEMBERS' EQUITY		
Current		
Bank overdraft	5,736	2,237
Accounts payable and accrued liabilities	5,918	9,008
Accounts payable – City of Hamilton	<u>16,044</u>	<u>21,426</u>
	27,698	32,671
MEMBERS' EQUITY (DEFICIT)	<u>4,532</u>	<u>(1,475)</u>
	<u>32,230</u>	<u>31,196</u>

See accompanying notes to the financial statements.

The Corporation of the City of Hamilton

INTERNATIONAL VILLAGE BUSINESS IMPROVEMENT AREA

STATEMENT OF REVENUE AND EXPENSE AND MEMBERS' EQUITY

for the year ended December 31, 1994

	1994 \$	1993 \$
REVENUE		
Assessment levy	44,908	49,843
Grant	447	1,000
Interest	49	205
Job development program	6,869	14,325
Other	3,920	4,627
	<u>56,193</u>	<u>70,000</u>
EXPENSE		
Advertising	14,472	11,027
Promotion	8,754	10,476
Insurance	958	1,035
Audit fees	305	316
Miscellaneous	732	428
Office	3,731	5,035
Payroll	15,509	18,876
Office rent	3,130	4,475
Parking		1,213
Meetings		312
Bad debts (recovery)	2,280	(7,800)
Utilities	315	1,000
	<u>50,186</u>	<u>46,393</u>
EXCESS OF REVENUE FOR THE YEAR	6,007	23,607
MEMBERS' DEFICIT at beginning of year	(1,475)	(25,082)
MEMBERS' EQUITY (DEFICIT) at end of year	<u>4,532</u>	<u>(1,475)</u>

See accompanying notes to the financial statements.

The Corporation of the City of Hamilton

INTERNATIONAL VILLAGE BUSINESS IMPROVEMENT AREA

NOTES TO FINANCIAL STATEMENTS

December 31, 1994

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Accounting

Revenue and expense are recorded on the accrual basis. The accrual basis of accounting recognizes revenues as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

(b) Capital Assets

The historical cost and accumulated amortization of capital assets are not recorded. Capital assets are reported as expenses in the year of acquisition.

2. BASIS OF PRESENTATION

These financial statements do not include the assets or liabilities of the job development program undertaken by the organization.

AUDITORS' REPORT

To the Board of Management of the
Main Street West Esplanade Business
Improvement Area, Members of Council,
Inhabitants and Ratepayers of
The Corporation of the City of Hamilton

We have audited the balance sheet of the Main Street West Esplanade Business Improvement Area as at December 31, 1994 and the statement of revenue and expense and members' equity for the year ended December 31, 1994. These financial statements are the responsibility of the organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the organization as at December 31, 1994 and the results of its operations for the year then ended in accordance with generally accepted accounting principles.

Mac Gillivray Partners

CHARTERED ACCOUNTANTS

Hamilton, Canada
April 6, 1995

The Corporation of the City of Hamilton

MAIN STREET WEST ESPLANADE BUSINESS IMPROVEMENT AREA

BALANCE SHEET December 31, 1994

	1994 \$	1993 \$
ASSETS		
Current		
Cash	1,463	243
Levies receivable	98	1,617
Accounts receivable	897	1,000
Prepaid expenses	254	558
	<u>2,712</u>	<u>3,418</u>
LIABILITIES AND MEMBERS' EQUITY		
Current		
Accounts payable and accrued liabilities	400	393
Accounts payable – City of Hamilton	15	909
	<u>415</u>	<u>1,302</u>
MEMBERS' EQUITY	<u>2,298</u>	<u>2,116</u>
	<u>2,712</u>	<u>3,418</u>

See accompanying note to the financial statements.

The Corporation of the City of Hamilton

MAIN STREET WEST ESPLANADE BUSINESS IMPROVEMENT AREA

STATEMENT OF REVENUE AND EXPENSE AND MEMBERS' EQUITY for the year ended December 31, 1994

	1994 \$	1993 \$
REVENUE		
Assessment levy	3,465	4,591
Grant	897	1,000
Interest	8	12
	<u>4,370</u>	<u>5,603</u>
EXPENSE		
Membership fees	107	71
Meetings	142	196
Christmas decorations	1,794	1,794
Hydro	1,225	1,194
Audit fees	300	305
Insurance	359	353
Miscellaneous	200	488
Bad debts	38	
Bank charges	24	4
	<u>4,189</u>	<u>4,405</u>
EXCESS OF REVENUE FOR THE YEAR	181	1,198
MEMBERS' EQUITY at beginning of year	2,116	918
MEMBERS' EQUITY at end of year	<u>2,297</u>	<u>2,116</u>

See accompanying note to the financial statements.

The Corporation of the City of Hamilton

MAIN STREET WEST ESPLANADE BUSINESS IMPROVEMENT AREA

NOTE TO FINANCIAL STATEMENTS

December 31, 1994

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Accounting

Revenue and expense are recorded on the accrual basis. The accrual basis of accounting recognizes revenues as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

(b) Capital Assets

The historical cost and accumulated amortization of capital assets are not recorded. Capital assets are reported as expenses in the year of acquisition.

AUDITORS' REPORT

To the Board of Management of the
Ottawa Street Business Improvement
Area, Members of Council, Inhabitants
and Ratepayers of The Corporation of
the City of Hamilton

We have audited the balance sheet of the Ottawa Street Business Improvement Area as at December 31, 1994 and the statement of revenue and expense and members' equity for the year then ended. These financial statements are the responsibility of the organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as explained in the following paragraphs, we conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

Due to the uncertainty of collectibility of certain assessments that are under dispute (see note 2), we are unable to verify the valuation of levies receivable of approximately \$80,100 included in the financial statements. Accordingly, we are not able to determine whether any adjustments might be necessary to levies receivable, bad debt expense, excess of revenue (expense) for the year, assets and members' equity.

In common with many not-for-profit organizations, the organization derives revenue from sundry sources, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the organization and we were not able to determine whether any adjustments might be necessary to other revenue, excess of revenue (expense) for the year, assets and members' equity.

In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the valuation of levies receivable and the completeness of sundry revenue as described in the preceding paragraphs, these financial statements present fairly, in all material respects, the financial position of the organization as at December 31, 1994 and the results of its operations for the year then ended in accordance with generally accepted accounting principles.

Mac Gillivray Partners

CHARTERED ACCOUNTANTS

Hamilton, Canada
April 6, 1995

The Corporation of the City of Hamilton

OTTAWA STREET BUSINESS IMPROVEMENT AREA

BALANCE SHEET December 31, 1994

	1994 \$	1993 \$
ASSETS		
Current		
Cash	484	10,690
Assessment levy receivable (note 2)	97,665	111,959
Accounts receivable	787	4,141
Prepaid expenses	713	1,711
	<u>99,649</u>	<u>128,501</u>
LIABILITIES AND MEMBERS' EQUITY		
Current		
Accounts payable and accrued liabilities	772	8,004
Accounts payable – City of Hamilton	<u>16,268</u>	<u>31,630</u>
	<u>17,040</u>	<u>39,634</u>
MEMBERS' EQUITY	<u>82,609</u>	<u>88,867</u>
	<u>99,649</u>	<u>128,501</u>

See accompanying notes to the financial statements.

The Corporation of the City of Hamilton

OTTAWA STREET BUSINESS IMPROVEMENT AREA

STATEMENT OF REVENUE AND EXPENSE AND MEMBERS' EQUITY for the year ended December 31, 1994

	1994 \$	1993 \$
REVENUE		
Assessment levy	27,956	91,562
Grants		1,000
Sundry	4,592	3,901
	<u>32,548</u>	<u>96,463</u>
EXPENSE		
Advertising and promotion	2,428	10,917
Project costs	1,163	10,387
Beautification	5,181	8,162
Wages and benefits	6,099	23,509
Office	6,624	6,785
Professional fees	1,811	4,062
Rentals	1,268	7,064
Membership, conferences and seminars	325	1,795
Photocopy	725	3,731
Bad debts	13,182	1,000
	<u>38,806</u>	<u>77,412</u>
EXCESS OF REVENUE (EXPENSE) FOR THE YEAR	(6,258)	19,051
MEMBERS' EQUITY at beginning of year	88,867	69,816
MEMBERS' EQUITY at end of year	<u>82,609</u>	<u>88,867</u>

See accompanying notes to the financial statements.

The Corporation of the City of Hamilton

OTTAWA STREET BUSINESS IMPROVEMENT AREA

NOTES TO FINANCIAL STATEMENTS December 31, 1994

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Accounting

Revenue and expense are recorded on the accrual basis. The accrual basis of accounting recognizes revenues as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

(b) Capital Assets

The historical cost and accumulated amortization of capital assets are not recorded. Capital assets are reported as expenses in the year of acquisition.

(c) Donations

The organization does not record the value of donated materials and services.

2. LEVIES RECEIVABLE

Included in the account total is approximately \$80,100 (1993-\$84,970) which relates to assessments that are under dispute. Collectibility is not determinable at this time.

AUDITORS' REPORT

To the Board of Management of the
Westdale Business Improvement Area,
Members of Council, Inhabitants
and Ratepayers of The Corporation of
the City of Hamilton

We have audited the balance sheet of the Westdale Business Improvement Area as at December 31, 1994 and the statement of revenue and expense and members' equity for the year then ended. These financial statements are the responsibility of the organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as explained in the following paragraph, we conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In common with many not-for-profit organizations, the organization derives revenue from a festival, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of this revenue was limited to the amounts recorded in the records of the organization and we were not able to determine whether any adjustments might be necessary to festival revenue, excess of revenue (expense) for the year, assets and members' equity.

In our opinion, except for the effects of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of revenue from the festival referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the organization as at December 31, 1994 and the results of its operations for the year then ended in accordance with generally accepted accounting principles.

MacGillivray Partners
CHARTERED ACCOUNTANTS

Hamilton, Canada
April 6, 1995

The Corporation of the City of Hamilton

WESTDALE BUSINESS IMPROVEMENT AREA

BALANCE SHEET December 31, 1994

	1994 \$	1993 \$
ASSETS		
Current		
Cash	7,886	6,137
Levies receivable	7,849	5,345
Other receivables	734	788
Prepaid expenses	1,139	246
	<u>17,608</u>	<u>12,516</u>
LIABILITIES AND MEMBERS' EQUITY		
Current		
Accounts payable and accrued liabilities	4,900	2,704
Accounts payable – City of Hamilton	5,512	4,778
	<u>10,412</u>	<u>7,482</u>
MEMBERS' EQUITY	<u>7,196</u>	<u>5,034</u>
	<u>17,608</u>	<u>12,516</u>

See accompanying note to the financial statements.

The Corporation of the City of Hamilton

WESTDALE BUSINESS IMPROVEMENT AREA

STATEMENT OF REVENUE AND EXPENSES AND MEMBERS' EQUITY

for the year ended December 31, 1994

	1994 \$	1993 \$
REVENUE		
Assessment levy	23,858	23,612
Government grants	7,989	3,334
Interest		108
	<u>31,847</u>	<u>27,054</u>
EXPENSE		
Christmas decorations	916	1,575
Hydro		80
Rent	1,750	
Beautification	2,050	
Festival (net of revenue)	9,700	8,785
Printing and photocopying	731	272
Advertising and promotion	482	1,654
Audit fees	300	294
Insurance	493	454
Bank charges	61	
Miscellaneous	819	2,977
Meetings	926	1,462
Memberships	25	500
S.E.E.D. Program project	6,618	3,685
Sidewalk sale	3,089	1,683
Wages	<u>1,725</u>	<u>663</u>
	<u>29,685</u>	<u>24,084</u>
EXCESS OF REVENUE FOR THE YEAR	2,162	2,970
MEMBERS' EQUITY at beginning of year	5,034	2,064
MEMBERS' EQUITY at end of year	<u><u>7,196</u></u>	<u><u>5,034</u></u>

See accompanying note to the financial statements.

The Corporation of the City of Hamilton

WESTDALE BUSINESS IMPROVEMENT AREA

NOTE TO FINANCIAL STATEMENTS December 31, 1994

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Accounting

Revenue and expense are recorded on the accrual basis. The accrual basis of accounting recognizes revenues as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

(b) Capital Assets

The historical cost and accumulated amortization of capital assets are not recorded. Capital assets are reported as expenses in the year of acquisition.

AUDITORS' REPORT

To the Board of Directors of the Hamilton
and Scourge Foundation, Inc., Members of Council,
Inhabitants and Ratepayers of The Corporation of
the City of Hamilton

We have audited the balance sheet of the Hamilton and Scourge Foundation, Inc. as at December 31, 1994 and the statement of revenue, expenditure and accumulated deficit for the year then ended. These financial statements are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Foundation as at December 31, 1994 and the results of its operations for the year then ended in accordance with generally accepted accounting principles.

Mac Gillivray Partners
CHARTERED ACCOUNTANTS

Hamilton, Canada
April 20, 1995

The Corporation of the City of Hamilton

THE HAMILTON AND SCOURGE FOUNDATION, INC.

BALANCE SHEET
December 31, 1994

	1994 \$	1993 \$
ASSETS		
	<u>0</u>	<u>0</u>
LIABILITIES		
Current		
Loan payable – City of Hamilton (note 2)	<u>69,679</u>	<u>69,679</u>
EQUITY		
Accumulated deficit	<u>(69,679)</u>	<u>(69,679)</u>
	<u>0</u>	<u>0</u>

See accompanying notes to financial statements.

The Corporation of the City of Hamilton

THE HAMILTON AND SCOURGE FOUNDATION, INC.

STATEMENT OF REVENUE, EXPENDITURE AND ACCUMULATED DEFICIT
for the year ended December 31, 1994

	1994 \$	1993 \$
ACCUMULATED DEFICIT at beginning of year	<u>(69,679)</u>	<u>(69,728)</u>
REVENUE		
Miscellaneous	<u> </u>	<u> 49</u>
	<u> 0</u>	<u> 49</u>
EXPENDITURE		
	<u> 0</u>	<u> 0</u>
EXCESS OF REVENUE FROM OPERATIONS	<u> 0</u>	<u> 49</u>
ACCUMULATED DEFICIT at end of year	<u><u>(69,679)</u></u>	<u><u>(69,679)</u></u>

See accompanying notes to financial statements.

The Corporation of the City of Hamilton

THE HAMILTON AND SCOURGE FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS December 31, 1994

1. SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Foundation are the representation of management prepared in accordance with generally accepted accounting principles. Since precise determination of many assets and liabilities is dependent upon future events, the preparation of periodic financial statements necessarily involves the use of estimates and approximations. These have been made using careful judgements.

(a) Accounting Entity

The Hamilton and Scourge Foundation, Inc. was incorporated on January 29, 1981 by letters patent as a corporation without share capital.

The purpose of the Foundation is to receive and disburse funds on behalf of the "Hamilton" and "Scourge" project, in accordance with the City of Hamilton Act, 1979. As such, the Foundation is accounted for separately from the "Hamilton" and "Scourge" project undertaken by the Corporation of the City of Hamilton, the financial activities of which are reported on the consolidated statement of operations of that municipality.

Upon the dissolution of the Foundation and after payment of all debts and liabilities, its remaining property shall be distributed or disposed of to The Corporation of the City of Hamilton.

(b) Basis of Accounting

Revenue and expenditure are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

(c) Capital Assets

The historical cost and accumulated amortization for capital assets are not recorded for financial statement purposes. Capital assets are reported as an expenditure in the year of acquisition.

(d) Donations

Donations are recorded as revenue when received.

2. LOAN PAYABLE TO THE CORPORATION OF THE CITY OF HAMILTON

On May 25, 1982, The Corporation of the City of Hamilton approved a loan to The Hamilton and Scourge Foundation, Inc. to a maximum of \$75,000. The loan is interest free and due on demand.

AUDITORS' REPORT

To the Shareholders of Hamilton Housing
Company Limited, Members of Council,
Inhabitants and Ratepayers of The Corporation
of the City of Hamilton

We have audited the balance sheet of the Hamilton Housing Company Limited as at December 31, 1994 and the statement of operations - shelter and statement of continuity of reserves for the year then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Company as at December 31, 1994 and the results of its operations for the year then ended in accordance with the accounting principles disclosed in note 1 to the financial statements.

Mac Gillivray Partners

CHARTERED ACCOUNTANTS

Hamilton, Canada
March 27, 1995

The Corporation of the City of Hamilton

HAMILTON HOUSING COMPANY LIMITED

(which owns and operates Macassa Park Apartments
and Ada Pritchard Court Apartments for Senior Citizens)

BALANCE SHEET

December 31, 1994

	1994 \$	1993 \$
ASSETS		
Current		
Cash	25,773	
Due from City of Hamilton	153,795	145,363
Accounts receivable	3,927	8,401
Rents receivable	8,371	5,117
Prepaid insurance	1,249	1,778
	<u>193,115</u>	<u>160,659</u>
Capital		
Land	20,200	20,200
Building	391,291	391,291
Equipment	17,976	17,976
	<u>429,467</u>	<u>429,467</u>
Less accumulated amortization	<u>198,641</u>	<u>186,554</u>
	<u>230,826</u>	<u>242,913</u>
	<u>423,941</u>	<u>403,572</u>
LIABILITIES		
Current		
Accounts payable	2,736	9,466
Rents payable	13,240	
Tenants' advances	2,723	1,410
Current portion of mortgages payable	12,743	12,086
Due to Municipal Non-Profit (Hamilton) Housing Corporation (note 3)	20,566	1,325
	<u>52,008</u>	<u>24,287</u>
Mortgages Payable (note 2)		
Canada Mortgage and Housing Corporation – Macassa Park Apartments, 3–3/4%, maturing 1997	6,432	9,474
Ada Pritchard Court Apartments, 5–7/8%, maturing 2001	71,684	81,386
	<u>78,116</u>	<u>90,860</u>
RESERVES		
Building repairs and improvements	64,959	64,048
Operations	2,100	1,995
Special repairs	86,791	82,415
	<u>153,850</u>	<u>148,458</u>
EQUITY		
Capital stock – authorized 2,000 Shares (dividends limited to \$2.50 per share) – \$100,000		
Stated – 1,190 shares at \$50	59,500	59,500
Capital surplus		
Province of Ontario – subsidies	30,500	30,500
City of Hamilton – grants	31,700	31,700
Capital cost of projects financed from operations	18,267	18,267
	<u>80,467</u>	<u>80,467</u>
	<u>139,967</u>	<u>139,967</u>
	<u>423,941</u>	<u>403,572</u>

The Corporation of the City of Hamilton

HAMILTON HOUSING COMPANY LIMITED
(which owns and operates Macassa Park Apartments
and Ada Pritchard Court Apartments for Senior Citizens)

OPERATIONS – SHELTER
for the year ended December 31, 1994

	1994 \$	1993 \$
REVENUE		
Rentals – tenants	221,889	222,352
Rent supplements – Government of Canada	24,154	2,964
Revenue – laundry equipment	3,976	2,423
Other revenue	40	485
	<u>250,059</u>	<u>228,224</u>
EXPENSES		
Labour and related costs		
Superintendent wages	6,105	6,287
Benefits	<u>3,635</u>	<u>3,223</u>
	<u>9,740</u>	<u>9,510</u>
Maintenance, Materials and Services		
Roofing	34	315
Building – general	19,600	30,687
Electrical systems	2,435	2,202
Grounds	18,770	9,770
Equipment	1,828	2,387
Waste removal	1,152	229
Heating	5,106	6,208
Painting	5,440	7,169
Other	<u>123</u>	<u>1,137</u>
	<u>54,488</u>	<u>60,104</u>
Utilities		
Electricity	20,497	18,966
Water	6,634	6,366
Other (fuel)	<u>15,460</u>	<u>13,733</u>
	<u>42,591</u>	<u>39,065</u>
Property		
Insurance	1,892	1,948
Municipal taxes	67,059	67,113
Amortization of building – mortgage principal repayment	12,087	11,414
Mortgage interest	5,621	6,294
Goods and Services Tax (Kiwanis – net)	1,740	1,576
Other (laundry lease, telephones)	<u>3,600</u>	<u>3,901</u>
	<u>91,999</u>	<u>92,246</u>
Administration		
Property management fee	13,020	12,480
City of Hamilton staff and overhead	15,128	6,000
Bad debts	1,121	1,210
Legal and audit fees	<u>635</u>	<u>620</u>
	<u>29,904</u>	<u>20,310</u>
Transfer to Reserve for Building Repairs	<u>21,337</u>	<u>6,989</u>
	<u>250,059</u>	<u>228,224</u>
EXCESS OF REVENUE (EXPENSES) FROM OPERATIONS	<u>0</u>	<u>0</u>

The Corporation of the City of Hamilton

HAMILTON HOUSING COMPANY LIMITED
(which owns and operates Macassa Park Apartments
and Ada Pritchard Court Apartments for Senior Citizens)

STATEMENT OF CONTINUITY OF RESERVES for the year ended December 31, 1994

	Total \$	Reserve for Building Repairs \$	Reserve for Operations \$	Reserve for Special Repairs \$
BALANCE at beginning of year	148,458	64,048	1,995	82,415
Contribution from revenue fund	21,337	21,337		
Interest on reserves	9,003	4,522	105	4,376
	178,798	89,907	2,100	86,791
Expenditures	(24,948)	(24,948)		
BALANCE at end of year	153,850	64,959	2,100	86,791

The Corporation of the City of Hamilton

HAMILTON HOUSING COMPANY LIMITED
(which owns and operates Macassa Park Apartments
and Ada Pritchard Court Apartments for Senior Citizens)

NOTES TO FINANCIAL STATEMENTS
December 31, 1994

1. SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Company are the representation of management prepared in accordance with accounting policies prescribed for Ontario municipal housing companies by the Ministry of Municipal Affairs. Since precise determination of many assets and liabilities is dependent upon future events, the preparation of periodic financial statements necessarily involves the use of estimates and approximations. These have been made using careful judgements.

(a) Basis of Accounting

Revenue and expenses are reported on the accrual basis of accounting with the exception of interest on long term liabilities which is charged against operations in the periods in which it is paid.

The accrual basis of accounting recognizes revenues as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

(b) Capital Assets and Amortization

The land, building and equipment acquired with the proceeds from capital contributions and long term debt are recorded at original cost. To the extent that the capital assets so acquired were financed from the proceeds of long term debt, they are being amortized at an amount equal to the mortgage principal payments over the terms of the mortgages. The balance of the capital assets represented by the capital contributions are not being amortized and will be carried on the Balance Sheet indefinitely.

The cost of replacement equipment and major building repairs are charged to the reserve for building repairs and improvements in the year of occurrence.

2. MORTGAGE PAYABLE

As per agreement with Canada Mortgage and Housing Corporation, the Hamilton Housing Company Limited is required to make blended mortgage payments due March 1, June 1, September 1 and December 1 of each year to the maturity date of the mortgage instruments. The principal repayments are as follows:

	Macassa Park Apartments \$	Ada Pritchard Court Apartments \$
1995	3,041	9,702
1996	3,156	10,280
1997	3,276	10,893
1998		11,542
1999		12,230
thereafter		26,739
	<u>9,473</u>	<u>81,386</u>

The Corporation of the City of Hamilton

HAMILTON HOUSING COMPANY LIMITED
(which owns and operates Macassa Park Apartments
and Ada Pritchard Court Apartments for Senior Citizens)

NOTES TO FINANCIAL STATEMENTS – (Continued)
December 31, 1994

3. DUE TO/FROM THE MUNICIPAL NON-PROFIT (HAMILTON) HOUSING CORPORATION

The December 31, 1994 net payable position is a result of a joint bank account which the property managers use for Municipal Non-Profit (Hamilton) Housing Corporation and Hamilton Housing Company. The revenues and expenses are tracked separately.

AUDITORS' REPORT

To the Members of Council,
Inhabitants, and Ratepayers
of The Corporation of
the City of Hamilton

We have audited the statement of net assets available for benefits of the Hamilton Municipal Retirement Fund as at December 31, 1994 and the statement of changes in net assets available for benefits for the year then ended. These financial statements are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at December 31, 1994 and the results of its operations for the year then ended in accordance with generally accepted accounting principles.

MacGillivray Partners

CHARTERED ACCOUNTANTS

Hamilton, Canada
March 20, 1995

The Corporation of the City of Hamilton

THE HAMILTON MUNICIPAL RETIREMENT FUND

STATEMENT OF NET ASSETS AVAILABLE FOR BENEFITS December 31, 1994

	1994 \$	1993 \$
ASSETS		
Cash	686,136	666,920
Due from City of Hamilton	975,009	411,247
Investments (note 3)		
Short term notes and deposits	6,296,790	12,919,112
Bonds		
Federal	19,705,273	20,846,972
Provincial	7,119,539	9,697,281
Municipal	3,040,457	3,664,774
Corporate	12,957,338	12,065,902
Supranational	1,955,360	904,620
Mortgages	235,654	241,044
Equities	57,852,901	60,866,934
	109,163,312	121,206,639
Receivables		
Accrued interest and dividends receivable	1,050,215	1,100,089
	111,874,672	123,384,895
LIABILITIES		
Accounts payable	72,538	106,828
Liability for prior service agreement		
– O.M.E.R.S. transfer (note 4)	9,955,051	11,255,683
	10,027,589	11,362,511
NET ASSETS AVAILABLE FOR BENEFITS	<u>101,847,083</u>	<u>112,022,384</u>

The Corporation of the City of Hamilton

THE HAMILTON MUNICIPAL RETIREMENT FUND

STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS for the year ended December 31, 1994

	1994 \$	1993 \$
INCREASE IN ASSETS		
Investment Income	8,206,766	13,080,536
Current period change in market value of investments	(7,765,901)	8,531,988
Contributions (note 6)		
Employer	104,614	316,937
Employee	86,228	310,540
	190,842	627,477
	631,707	22,240,001
DECREASE IN ASSETS		
Pension payments	9,525,845	8,513,324
Administrative expenses	557,423	588,976
Commuted pensions		78,141
Interest expense – O.M.E.R.S.	723,740	808,827
	10,807,008	9,989,268
Increase (decrease) in net assets	(10,175,301)	12,250,733
NET ASSETS AVAILABLE FOR BENEFITS at beginning of year	112,022,384	99,771,651
NET ASSETS AVAILABLE FOR BENEFITS at end of year	101,847,083	112,022,384

The Corporation of the City of Hamilton

THE HAMILTON MUNICIPAL RETIREMENT FUND

NOTES TO FINANCIAL STATEMENTS

December 31, 1994

1. DESCRIPTION OF THE FUND

The following description of the Hamilton Municipal Retirement Fund (the Fund) is a summary only. For more complete information, reference should be made to the Fund's management.

(a) General

The Hamilton Municipal Retirement Fund (H.M.R.F.) was established effective January 1, 1957 under authority of By-law No. 7970 of the Corporation of the City of Hamilton.

All accumulated pension funds in respect of earlier pension plans were transferred to the Fund with the exception of those for the Government Annuities Branch contracts which are restricted in this respect.

The funds remitted prior to January 1, 1957 to the Government Annuities Branch are not reflected on the Balance Sheet of the H.M.R.F. The amounts relating to plan members as at the year end are \$11,570 (1993 - \$11,570).

Past service benefits for \$489,450, debentured in 1953 and remitted to the Government Annuities Branch are also not reflected on these statements. The amounts relating to plan members as at year end are \$67 (1993 - \$67).

In accordance with a provision of the Ontario Municipal Employees Retirement System (O.M.E.R.S.) from July 1, 1965, all new employees of the Corporation of the City of Hamilton are included under O.M.E.R.S. rather than the H.M.R.F. As a consequence, the membership of the H.M.R.F. has become closed to new entrants and will decrease as existing members terminate.

(b) Funding Policy

The Pension Commission of Ontario requires that The Corporation of the City of Hamilton, being the plan sponsor, must fund the benefits determined under the plan. The determination of the value of these benefits is made on the basis of an annual actuarial valuation (see note 6).

(c) Normal Pensions

A normal pension is available based on the number of years of credited service up to 35 times 2% of the best five years' average earnings reduced by a Canada Pension Plan (C.P.P.) reduction calculated at 0.7% of the lesser of the Year's Maximum Pensionable Earnings in the year of retirement and the best five year average earnings for each year of contributory service since January 1, 1966. The C.P.P. reduction does not take effect until the member is age 65.

(d) Disability Pensions

A disability pension is available calculated in the same manner as the normal pension except that the C.P.P. reduction is immediate.

(e) Early Retirement Pension

An early retirement pension is available to persons (on and after) age 50 for firefighters and age 55 for all others and is based on the accrued normal retirement pension beginning on the normal retirement date or an actuarial equivalent thereof beginning on retirement. There is no reduction after 30 years of contributory service for all other employees.

The Corporation of the City of Hamilton

THE HAMILTON MUNICIPAL RETIREMENT FUND

NOTES TO FINANCIAL STATEMENTS – (continued) December 31, 1994

1. DESCRIPTION OF THE FUND – (continued)

(f) Death Benefits

If death occurs before retirement the benefit will be paid to the member's spouse or other named beneficiary. The payment to a spouse is the greater of the pension equal to a 60% Joint and Survivor based on 60% of the accrued pension plus an additional 10% for each child under 21 years of age up to a maximum of 75%, the minimum Ontario death benefit for post-1987 benefits and the 50% rule commuted value. The payment to other than a spouse is the greater of a refund of pre-1987 contributions plus interest, the minimum Ontario death benefit and the 50% rule commuted value.

If death occurs after retirement, the benefit will be in accordance with the normal form of pension or, if elected by the member, one of the several optional forms available.

(g) Withdrawal Benefits

If less than 10 years of service has been completed, the refund will be the sum of the employee's contributions plus interest. If 10 or more years of service have been completed, the employee has the option of a refund or accrued pension deferred to the normal retirement date, except if the employee is at least age 45. In this case, only the deferred pension is available in respect of service after 1964.

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Fund are the representation of management prepared in accordance with generally accepted accounting principles. Since precise determination of many assets and liabilities is dependent upon future events, the preparation of periodic financial statements necessarily involves the use of estimates and approximations. These have been made using careful judgements.

(a) Basis of Presentation

These financial statements are prepared on the going concern basis and present the aggregate financial position of the Fund as a separate financial reporting entity independent of The Corporation of the City of Hamilton and pension plan members. The statements are prepared to assist plan members and others in reviewing the activities of the Fund for the fiscal period but do not portray the funding requirements of the plan or the benefit security of individual plan members.

(b) Investments

Investments are stated at market value.

3. INVESTMENTS

(a) Short Term Notes and Deposits

Short term notes and deposits are primarily treasury bills and other discounted notes with maturities between one and six months.

The Corporation of the City of Hamilton

THE HAMILTON MUNICIPAL RETIREMENT FUND

NOTES TO FINANCIAL STATEMENTS – (continued) December 31, 1994

3. INVESTMENTS – (continued)

(b) Bonds and Equities

Bonds and equities are valued using published market quotations.

(c) Mortgages

Mortgages are secured by real estate and are valued using current market yields.

4. LIABILITY FOR PRIOR YEAR SERVICE AGREEMENT

The liability is being repaid over 7 years and bears interest at 7% per annum. Principal repayments are as follows:

	\$
1995	1,391,675
1996	1,489,092
1997	1,593,328
1998	1,704,861
thereafter	<u>3,776,095</u>
	<u>9,955,051</u>

5. OBLIGATIONS

The present value of accrued pension benefits was determined using the projected unit credit valuation method. An actuarial valuation was made as at December 31, 1993 by The Wyatt Company, a firm of consultants and actuaries, and was then extrapolated to December 31, 1994.

The actuarial present value of benefits as at December 31 and the principal components of changes in actuarial present values during the year were as follows:

	1994 \$	1993 \$
Actuarial present value of accrued pension		
benefits at beginning of year	96,724,700	90,419,200
Amendments to the plan		2,400,000
Changes in actuarial assumptions		2,100,000
Interest accrued on benefits	6,289,000	5,883,200
Benefits accrued	197,000	571,700
Benefits paid	(9,525,900)	(8,591,500)
Experience gain		3,942,100
Actuarial present value of accrued pension		
benefits at end of year	<u>93,684,800</u>	<u>96,724,700</u>

The 1993 figures have been restated from those previously reported due to changes by the Fund's actuary.

The Corporation of the City of Hamilton

THE HAMILTON MUNICIPAL RETIREMENT FUND

NOTES TO FINANCIAL STATEMENTS – (continued) December 31, 1993

5. OBLIGATIONS – (continued)

The assumptions used in determining the actuarial value of accrued pension benefits were developed by reference to expected long term market conditions. Significant long term actuarial assumptions used in the valuation were:

	1994	1993
Asset rate of return	7%	7%
Salary escalation rate	5%	5%

The actuarial value of net assets available for benefits has been determined at amounts that reflect long term market trends (consistent with assumptions underlying the valuation of the accrued pension benefits). The valuation is based on a five year market value moving average basis. Under this method the market value is the underlying basis, but fluctuations are averaged over a five year period.

The actuarial asset values used for the valuation were:

	1994 \$	1993 \$
Market value of net assets available for benefits	101,847,083	112,022,384
Market value changes not reflected in actuarial value of net assets	<u>(6,366,783)</u>	<u>(16,097,184)</u>
Actuarial value of net assets available for benefits	<u>95,480,300</u>	<u>95,925,200</u>

6. FUNDING POLICY

Employees are required to contribute 7.0% of pensionable earnings up to the Year's Maximum Pensionable Earnings (Y.M.P.E.) and 8.5% of pensionable earnings over the Y.M.P.E. for a maximum of 35 years for firefighters where normal retirement age is 60 and 6.0% of pensionable earnings up to Y.M.P.E. and 7.5% over Y.M.P.E. for all others. The Corporation of the City of Hamilton is required to provide the balance of the funding, based on annual actuarial valuations, necessary to ensure that benefits will be fully provided for at retirement. The City's funding policy is to make annual contributions to the Fund in amounts that are estimated to remain a constant percentage of employees' compensation each year (1994 – 9.08% of pensionable earnings, 1993 – 9.08% of pensionable earnings).

The most recent actuarial valuation for funding purposes was prepared by The Wyatt Company as at December 31, 1993 and a copy of this valuation was filed with the Pension Commission of Ontario. The valuation disclosed an actuarial surplus of \$1,273,900.

7. RELATED PARTY TRANSACTIONS

The administration of the Fund is handled by The Corporation of the City of Hamilton. Related costs of \$88,854 (1993 – \$87,705) are included in administration expenses in the Statement of Changes in Net Assets Available for Benefits.

AUDITORS' REPORT

To the Members of the Hydro-Electric Power Commission,
Members of Council, Inhabitants and Ratepayers of
The Corporation of the City of Hamilton

We have audited the balance sheet of the Hamilton Hydro-Electric System as at December 31, 1994 and the statements of operations, utility equity and changes in cash resources for the year then ended. These financial statements are the responsibility of the system's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the system as at December 31, 1994 and the results of its operations and the changes in its cash resources for the year then ended in accordance with the accounting principles disclosed in note 1 to the financial statements.

MacGillivray Partners
CHARTERED ACCOUNTANTS

Hamilton, Canada
March 17, 1995

The Corporation of the City of Hamilton

HAMILTON HYDRO-ELECTRIC SYSTEM

BALANCE SHEET December 31, 1994

	1994 \$	1993 \$
ASSETS		
Current		
Cash (note 3)	44,220,591	35,788,799
Accounts receivable (note 4)	30,900,542	30,262,988
Inventories (note 5)	5,160,969	5,021,956
Other current assets (note 6)	<u>14,343,505</u>	<u>14,566,987</u>
	94,625,607	85,640,730
Capital		
Plant and equipment (note 2)	114,982,332	109,842,480
Equity in Ontario Hydro	<u>158,959,893</u>	<u>259,121,763</u>
	<u><u>368,567,832</u></u>	<u><u>454,604,973</u></u>
LIABILITIES & EQUITY		
Current		
Payables and accruals	35,465,132	36,182,085
Current portion of deposits	177,389	241,412
Current portion of vested sick leave	<u>270,707</u>	<u>56,000</u>
	35,913,228	36,479,497
Other		
Vested sick leave		254,038
Deferred Credits		
Contributed capital (note 10)		3,234,051
Utility Equity	173,694,711	155,515,624
Equity in Ontario Hydro	<u>158,959,893</u>	<u>259,121,763</u>
	<u><u>368,567,832</u></u>	<u><u>454,604,973</u></u>

See accompanying notes to the financial statements

The Corporation of the City of Hamilton

HAMILTON HYDRO-ELECTRIC SYSTEM

STATEMENT OF OPERATIONS AND UTILITY EQUITY for the year ended December 31, 1994

	1994 \$	1993 \$
SERVICE REVENUE (note 7)	370,731,612	380,915,069
SERVICE REVENUE ADJUSTMENT (note 8)	(633,558)	1,019,660
	<u>370,098,054</u>	<u>381,934,729</u>
COST OF POWER	<u>337,641,031</u>	<u>347,675,110</u>
GROSS MARGIN ON SERVICE REVENUE	32,457,023	34,259,619
OTHER OPERATING REVENUE (note 9)	<u>4,589,608</u>	<u>3,766,353</u>
	<u>37,046,631</u>	<u>38,025,972</u>
EXPENSES		
Transmission	1,894,841	1,903,633
Overhead distribution	1,511,282	1,704,624
Underground distribution	1,245,076	1,684,134
Line transformers	350,982	424,592
Meters	1,113,394	1,034,170
Consumers' premises	1,020,987	1,072,687
Water heaters	262,047	322,532
Customer services	334,916	330,085
Billing and collecting	3,999,056	4,277,084
Administrative	3,142,663	3,244,883
Interest	30,833	41,001
Bad debts	776,544	824,923
Amortization (less amortization of contributed capital \$ Nil; 1993 – \$153,533)	<u>6,733,183</u>	<u>6,100,746</u>
	<u>22,415,804</u>	<u>22,965,094</u>
NET INCOME FOR THE YEAR	14,630,827	15,060,878
UTILITY EQUITY at beginning of year	155,515,624	140,454,746
Transfer of unamortized capital contributions (note 10)	3,234,051	
Current year contributions (note 10)	<u>314,209</u>	
UTILITY EQUITY at end of year	<u>173,694,711</u>	<u>155,515,624</u>

See accompanying notes to the financial statements

The Corporation of the City of Hamilton

HAMILTON HYDRO-ELECTRIC SYSTEM

STATEMENT OF CHANGES IN CASH RESOURCES for the year ended December 31, 1994

	1994 \$	1993 \$
OPERATIONS		
Net income for the year	14,630,827	15,060,878
Items not affecting working capital		
Amortization of capital assets	7,356,178	6,912,870
Amortization of contributed capital		(153,533)
Gain on disposal of capital assets	(37,516)	(11,094)
Working capital provided by operations	21,949,489	21,809,121
Changes in non-cash components		
Accounts receivable	(637,554)	(926,371)
Inventories	(139,013)	385,008
Other current assets	223,482	(861,809)
Payables and accruals	(716,953)	1,388,823
Vested sick leave	(39,331)	(70,573)
Cash from operations	20,640,120	21,724,199
INVESTING		
Proceeds on disposal of capital assets	48,246	27,631
Additions to capital assets	(12,506,760)	(11,577,307)
	(12,458,514)	(11,549,676)
FINANCING		
Capital contributions received	314,209	311,753
Deposits	(64,023)	22,702
	250,186	334,455
INCREASE IN CASH RESOURCES	8,431,792	10,508,978
CASH RESOURCES at beginning of year	35,788,799	25,279,821
CASH RESOURCES at end of year	44,220,591	35,788,799

See accompanying notes to the financial statements

The Corporation of the City of Hamilton

HAMILTON HYDRO-ELECTRIC SYSTEM

NOTES TO FINANCIAL STATEMENTS

December 31, 1994

1. SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with accounting principles for municipal electrical utilities in Ontario as required by Ontario Hydro under the authority of Section 96 of The Power Corporations Act and reflect the following policies as set forth in the manual "Accounting for Municipal Electrical Utilities in Ontario".

(a) Revenue Recognition

Service revenue is recorded on the basis of regular meter readings and estimates of customer usage since the last meter reading date to the end of the year.

(b) Inventory Valuation

The inventory of materials and reels is valued at average cost.

(c) Amortization

Plant amortization is provided in accordance with the recommendations of Ontario Hydro. Capital assets in service at December 31, 1979 are being amortized on a straight-line basis over their expected remaining useful life. Acquisitions from January 1, 1986 are amortized on a straight-line basis, generally using the following rates:

Buildings – brick	50 years
– other	25 years
Substation equipment	30 years
Overhead distribution	25 years
Underground distribution	25 years
Transformers	25 years
Meters	25 years
Office equipment	10 years
Computer equipment	5 years
Rolling stock – automobiles	4 years
– trucks under 3 tons	5 years
– trucks over 3 tons	8 years
Miscellaneous equipment	10 years
Radio equipment	10 years
Water heater equipment	8 years
Store department equipment	10 years
Systems supervisory equipment	15 years

Acquisitions from January 1, 1980 to December 31, 1985 are amortized on a straight-line basis, using January 1, 1986 rates except for:

Substation equipment	35 years
Underground distribution	40 years
Transformers	30 years
Meters	35 years

The Corporation of the City of Hamilton

HAMILTON HYDRO-ELECTRIC SYSTEM

NOTES TO FINANCIAL STATEMENTS – (Continued) December 31, 1994

2. PLANT AND EQUIPMENT

	Cost \$	Accumulated Amortization \$	1994 Net Book Value \$	1993 Net Book Value \$
Plant				
Land	871,553		871,553	875,032
Buildings	11,280,121	5,369,279	5,910,842	5,735,393
Substation equipment	6,992,499	3,463,825	3,528,674	3,508,478
Overhead distribution	26,655,749	12,787,576	13,868,173	12,376,360
Underground distribution	88,659,908	26,992,833	61,667,075	58,692,959
Transformers	27,518,263	10,797,517	16,720,746	15,964,955
Meters	12,484,689	4,774,220	7,710,469	7,795,270
	<u>174,462,782</u>	<u>64,185,250</u>	<u>110,277,532</u>	<u>104,948,447</u>
Equipment				
Office equipment	1,044,608	706,187	338,421	331,773
Computer equipment	1,049,188	872,561	176,627	233,145
Rolling stock	4,884,102	3,261,489	1,622,613	2,054,985
Miscellaneous and radio equipment	1,723,447	1,024,318	699,129	592,117
Water heater equipment	1,394,964	889,890	505,074	658,072
Stores department equipment	156,196	111,562	44,634	52,828
Systems supervisory equipment	1,724,711	406,409	1,318,302	971,113
	<u>186,439,998</u>	<u>71,457,666</u>	<u>114,982,332</u>	<u>109,842,480</u>

3. CASH

	1994 \$	1993 \$
Petty cash and change funds	8,280	8,280
Cash in transit and on deposit at The Canadian Imperial Bank of Commerce	417,311	430,519
Investments – The Canadian Imperial Bank of Commerce	<u>43,795,000</u>	<u>35,350,000</u>
	<u>44,220,591</u>	<u>35,788,799</u>

4. ACCOUNTS RECEIVABLE

	1994 \$	1993 \$
Electrical energy	30,843,898	29,453,090
Miscellaneous	<u>517,773</u>	<u>939,495</u>
	31,361,671	30,392,585
Allowance for doubtful accounts	<u>461,129</u>	<u>129,597</u>
	<u>30,900,542</u>	<u>30,262,988</u>

The Corporation of the City of Hamilton

HAMILTON HYDRO-ELECTRIC SYSTEM

NOTES TO FINANCIAL STATEMENTS – (Continued) December 31, 1994

5. INVENTORIES

	1994 \$	1993 \$
Materials	5,150,755	5,012,853
Postage	10,214	9,103
	<u>5,160,969</u>	<u>5,021,956</u>

6. OTHER CURRENT ASSETS

	1994 \$	1993 \$
Unbilled revenue	13,181,345	13,814,903
Prepaid insurance	225,050	178,690
Prepaid membership	66,861	65,828
Accrued interest income	230,530	113,230
Work chargeable in progress	603,526	358,143
Deposit – Workers' Compensation Board	36,193	36,193
	<u>14,343,505</u>	<u>14,566,987</u>

7. SERVICE REVENUE

	1994 \$	1993 \$
Domestic	83,949,828	84,370,355
Commercial	65,900,535	64,864,916
Industrial	219,472,254	230,152,057
Street lighting	1,408,995	1,527,741
	<u>370,731,612</u>	<u>380,915,069</u>

8. SERVICE REVENUE ADJUSTMENT

The method used to estimate unbilled service revenue is calculated by pro-rating the actual consumption for the period over the unbilled days.

	1994 \$	1993 \$
Unbilled revenue – beginning of the year	13,814,903	12,795,243
Increase (decrease) in unbilled revenue current year	<u>(633,558)</u>	<u>1,019,660</u>
Unbilled revenue – end of year	<u>13,181,345</u>	<u>13,814,903</u>

The Corporation of the City of Hamilton

HAMILTON HYDRO-ELECTRIC SYSTEM

NOTES TO FINANCIAL STATEMENTS – (Continued) December 31, 1994

9. OTHER OPERATING REVENUE

	1994 \$	1993 \$
Water heater rentals	572,066	638,421
Penalty charges	1,412,142	1,320,525
Pole rentals	226,895	219,030
Profit on sale of material and/or services	1,006	5,004
Interest earned	1,972,912	1,244,713
Building and other rentals	37,586	32,371
Gain on disposal of capital assets	37,516	11,094
Reconnection and collection charges	70,600	67,680
Sale of scrap material	113,072	89,621
Miscellaneous	145,813	137,894
	<u>4,589,608</u>	<u>3,766,353</u>

10. CHANGE IN ACCOUNTING POLICY

Effective January 1, 1994, pursuant to revised accounting requirements set down by Ontario Hydro, the Hamilton Hydro-Electric System has discontinued the practice of amortizing contributed capital. As a result, the unamortized contributed capital as at January 1, 1994 has been credited to utility equity. In addition, capital contributed during 1994 has been credited to utility equity.

The effect of this change in accounting policy is to reduce net income for the year by \$166,000 and to decrease deferred credits and increase utility equity by \$3,382,000.

AUDITORS' REPORT

To the Directors of Municipal
Non-Profit (Hamilton) Housing Corporation,
Members of Council, Inhabitants
and Ratepayers of The Corporation of
the City of Hamilton

We have audited the balance sheet of the Municipal Non-Profit (Hamilton) Housing Corporation as at December 31, 1994 and the statement of operations - shelter and the reserves and reserve fund statement of continuity for the year then ended. These financial statements are the responsibility of the Corporation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Corporation as at December 31, 1994 and the results of its operations for the year then ended in accordance with the accounting principles disclosed in note 1 to the financial statements.

Hamilton, Canada
March 28, 1995

MacGillivray Partners
CHARTERED ACCOUNTANTS

The Corporation of the City of Hamilton

MUNICIPAL NON-PROFIT (HAMILTON) HOUSING CORPORATION

BALANCE SHEET December 31, 1994

	1994 \$	1993 \$
ASSETS		
Current		
Cash	140,228	94,636
Accounts receivable	533,445	529,635
Rents receivable (note 2)	59,266	62,361
Mortgages receivable	709,359	919,945
Prepaid expenses	419,560	242,974
Due from City of Hamilton (note 4)	409,384	
Due from Hamilton Housing Company (note 5)	20,566	1,325
	<u>2,291,808</u>	<u>1,850,876</u>
Capital		
Land	9,727,391	4,949,157
Buildings	42,516,192	20,904,421
Equipment	540,254	366,453
	<u>52,783,837</u>	<u>26,220,031</u>
Less – accumulated amortization	694,096	480,857
	<u>52,089,741</u>	<u>25,739,174</u>
Escrow Funds (note 12)	445,559	195,066
Housing projects in progress	4,058,365	9,508,555
	<u>56,593,665</u>	<u>35,442,795</u>
	<u><u>58,885,473</u></u>	<u><u>37,293,671</u></u>
LIABILITIES, RESERVE AND RESERVE FUND BALANCES		
Current		
Accounts payable	1,310,698	749,124
Holdbacks payable	209,660	481,792
Tenants' guarantee deposits	133,659	118,222
Due to City of Hamilton (note 4)		78,832
Advances from tenants		5,498
Accrued interest payable	354,971	198,660
Government contribution payable (note 11)	495,991	120,755
	<u>2,504,979</u>	<u>1,752,883</u>
Loans payable		
Ministry of Housing (note 3)	201,843	47,751
Mortgage advances for Housing projects in progress	3,299,541	9,040,394
	<u>3,501,384</u>	<u>9,088,145</u>
Mortgages Payable (note 7)		
– 772 Upper Paradise Road	2,405,520	2,421,894
– 580 Limeridge Road East	3,822,004	3,858,795
– 470 Stonechurch Road East	4,252,313	4,287,608
– 75 Wentworth Street North & Ashley/Century	3,861,384	3,890,488
– 1150 Limeridge Road East	4,890,713	4,907,298
– 1781 King Street East	1,468,208	1,475,138
– 67 Ossington Drive	2,253,966	2,315,614
– 1081 Rymal Road East	2,762,465	2,776,913
– 10 Brock Street	1,270,737	
– 25 Towercrest Drive	7,939,856	
– 1285 Upper Gage Avenue	1,520,879	
– 430 Cumberland Avenue	16,069,042	
	<u>52,517,087</u>	<u>25,933,748</u>
RESERVES AND RESERVE FUND BALANCES		
Replacement reserve fund (note 8)	304,086	479,330
Rent stabilization reserve (note 9)	39,722	38,825
Interest Equity on Escrow Funds (note 12)	18,215	740
	<u>362,023</u>	<u>518,895</u>
	<u><u>58,885,473</u></u>	<u><u>37,293,671</u></u>

The Corporation of the City of Hamilton

MUNICIPAL NON-PROFIT (HAMILTON) HOUSING CORPORATION

STATEMENT OF OPERATIONS – SHELTER for the year ended December 31, 1994

	1994 \$	1993 \$
REVENUE		
Rentals – tenants	2,415,482	1,725,425
Operating subsidies – Government of Canada	1,091,074	935,359
– Province of Ontario	2,445,596	1,919,818
Other revenue	14,731	12,760
	<u>5,966,883</u>	<u>4,593,362</u>
EXPENSES		
Labour and related costs		
Superintendent wages	92,919	42,719
Benefits	14,621	8,932
Rent allowance	54,003	64,703
	<u>161,543</u>	<u>116,354</u>
Maintenance, materials and services		
Building – general maintenance	116,863	99,447
Electrical systems	2,327	5,267
Grounds	110,742	88,985
Equipment	13,711	13,592
Heating and plumbing	7,757	12,995
Painting	35,524	52,326
Other (note 6)	25,858	43,870
	<u>312,782</u>	<u>316,482</u>
Utilities		
Electricity	58,685	55,884
Water	73,106	72,456
Fuel	31,404	21,987
	<u>163,195</u>	<u>150,327</u>
Property		
Insurance	33,098	48,352
Municipal taxes	1,062,284	847,654
Amortization of building		
– mortgage principal repayment	219,747	156,599
Mortgage interest	3,140,640	2,538,914
Legal fees	6,768	3,274
Bad debts	36,108	33,357
Goods and Services Tax (property managers–net)	13,103	12,750
Other	6,400	6,718
	<u>4,518,148</u>	<u>3,647,618</u>
Administration		
Property management fee	181,893	152,436
City of Hamilton staff and overhead	119,262	89,032
Legal and audit fees	14,069	13,635
	<u>315,224</u>	<u>255,103</u>
	<u>5,470,892</u>	<u>4,485,884</u>
Excess of revenue from operations (note 11)	<u>495,991</u>	<u>107,478</u>

The Corporation of the City of Hamilton

MUNICIPAL NON-PROFIT (HAMILTON) HOUSING CORPORATION

RESERVES AND RESERVE FUND STATEMENT OF CONTINUITY for the year ended December 31, 1994

	1994 \$	1993 \$
REPLACEMENT RESERVE FUND (note 8)		
Balance at beginning of year	479,330	597,170
Interest revenue	25,452	31,172
Expenditure	(200,696)	(149,012)
Balance at end of year	<u>304,086</u>	<u>479,330</u>
RENT STABILIZATION RESERVE (note 9)		
Balance at beginning of year	38,825	36,899
Provision	18,299	
Interest revenue	3,033	1,926
Expenditure	(20,435)	
Balance at end of year	<u>39,722</u>	<u>38,825</u>

The Corporation of the City of Hamilton

MUNICIPAL NON-PROFIT (HAMILTON) HOUSING CORPORATION

NOTES TO FINANCIAL STATEMENTS

December 31, 1994

1. SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Corporation are the representation of management prepared in accordance with accounting policies acceptable for non-profit housing corporations. Since precise determination of many assets and liabilities is dependent upon future events, the preparation of periodic financial statements necessarily involves the use of estimates and approximations. These have been made using careful judgments.

(a) Basis of Accounting

Revenue and expenses are recorded on the accrual basis of accounting.

The accrual basis of accounting recognizes revenues as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

(b) Capital Assets and Amortization

Capital assets are recorded at original cost. Amortization is charged at an amount equal to the mortgage principal reduction. Replacement of equipment and major repairs are not capitalized but charged to a reserve fund in the year of acquisition.

Housing projects that are in the process of being constructed and which will be financed with the proceeds from long term debt have been capitalized as at the year end. No amortization will be taken on these projects until they are completed and the financing has been obtained.

(c) Rents Receivable

The rents receivable do not contain an allowance for doubtful accounts.

2. RENTS RECEIVABLE

Included in the rents receivable are amounts totalling \$46,919 (1993 - \$58,109) which are outstanding greater than 90 days.

3. LOANS PAYABLE - MINISTRY OF HOUSING

The loans are non-interest bearing advances from the Ontario Housing Corporation to be used to cover start up costs incurred on new housing projects. The loans are repayable if the project receives mortgage commitment from the Ministry of Housing. The loans are forgiven if the project does not receive commitment.

4. DUE FROM THE CITY OF HAMILTON

The December 31, 1994 net receivable position includes monthly mortgage payments due January 1, 1995 in the amount of \$383,783.

The Corporation of the City of Hamilton

MUNICIPAL NON-PROFIT (HAMILTON) HOUSING CORPORATION

NOTES TO FINANCIAL STATEMENTS – (Continued) December 31, 1994

5. DUE FROM THE HAMILTON HOUSING COMPANY

The December 31, 1994 net receivable position is a result of a joint bank account used for both Municipal Non-Profit (Hamilton) Housing and Hamilton Housing companies. The revenues and expenditures are tracked separately.

6. OTHER EXPENSES

Included in other expenses are the net amounts received for the SHERP program (Social Housing Energy Retrofit Program) and for the Housing Registry.

Project		Funding Received \$	Expenditure \$	Net Total \$
SHERP	772 Upper Paradise	195,328	195,342	(14)
	580 Limeridge Road East	267,600	267,519	81
	470 Stonechurch Road East	287,600	287,553	47
Registry	470 Stonechurch Road East	19,542	19,542	0

7. MORTGAGES PAYABLE

All mortgages require blended interest and principal payments due the first day of each month to the maturity of the mortgage instruments on the following properties:

Mortgage No.	390070	1987906	6186815	15919665
Mortgagor	Metropolitan Trust Co.	Toronto Dominion Bank	Bank of Nova Scotia	Canada Mortgage & Housing
Interest rate	10.49%	7.89%	8.65%	6.99%
Maturity date	Aug 1, 1996	Dec 1, 1997	Jan 1, 2003	Dec 1, 1998
Location	772 Upper Paradise	580 Limeridge Road East	470 Stonechurch Road East	75 Wentworth & Ashley/ Century
		\$	\$	\$
Amount	2,405,520	3,822,004	4,252,313	3,861,384
Monthly payments	22,023	27,927	33,180	24,920
Principal repayment				
1995	18,139	39,793	38,431	34,046
1996	2,387,381	42,944	41,826	36,467
1997		3,739,267	45,520	39,060
1998			49,541	3,751,811
1999 and subsequent			4,076,995	
	2,405,520	3,822,004	4,252,313	3,861,384

The Corporation of the City of Hamilton

MUNICIPAL NON-PROFIT (HAMILTON) HOUSING CORPORATION

NOTES TO FINANCIAL STATEMENTS – (Continued) December 31, 1994

7. MORTGAGES PAYABLE – (Continued)

Mortgage No.	326181	T200481	758112-7	10017532
Mortgagor	Canada Mortgage & Housing	CIBC Mortgage Corporation	Canada Life Mortgage	Firstline Trust Co.
Interest rate	9.20%	9.10%	10.97%	8.90%
Maturity date	Mar. 1, 2000	Jan 1, 1997	Jan 1, 2002	June 1, 1997
Location	1150 Limeridge Road East \$	1781 King Street East \$	67 Ossington Drive \$	1081 Rymal Road \$
Amount	4,890,713	1,468,208	2,253,966	2,762,465
Monthly payments	39,439	11,588	20,819	21,378
Principal repayment				
1995	33,220	8,410	8,613	15,762
1996	36,346	9,193	9,585	17,196
1997	39,768	1,450,605	10,664	2,729,507
1998	43,509		11,867	
1999 and subsequent	4,737,870		2,213,237	
	<u>4,890,713</u>	<u>1,468,208</u>	<u>2,253,966</u>	<u>2,762,465</u>
Mortgage No.	609768	0764460	18 321 935	10017532
Mortgagor	Bank of Nova Scotia	Toronto Dominion Bank	Canada Mortgage & Housing	CIBC Mortgage Corporation
Interest rate	8.58%	9.47%	9.06%	7.32%
Maturity date	May 1, 1999	June 1, 1999	Aug. 1, 1999	April 1, 1995
Location	10 Brock Street \$	25 Towercrest Drive \$	1285 Upper Gage \$	430 Cumberland \$
Amount	1,270,737	7,939,856	1,520,879	16,069,042
Monthly payments	9,446	64,092	11,900	105,128
Principal repayment				
1995	6,548	32,971	6,894	106,296
1996	7,122	36,169	7,532	114,220
1997	7,747	39,674	8,231	122,734
1998	8,424	43,521	8,993	131,882
1999 and subsequent	1,240,896	7,787,521	1,489,229	15,593,910
	<u>1,270,737</u>	<u>7,939,856</u>	<u>1,520,879</u>	<u>16,069,042</u>

The mortgages payable are secured by way of a first mortgage on the land and premises, the general assignment of rents and leases and a chattel mortgage.

The Corporation of the City of Hamilton

MUNICIPAL NON-PROFIT (HAMILTON) HOUSING CORPORATION

NOTES TO FINANCIAL STATEMENTS – (Continued)

December 31, 1994

8. REPLACEMENT RESERVE FUND

The provision for the replacement reserve fund as well as the use and disposition of the reserve fund requires approval from the Ministry of Housing. Under the Province's Expenditure Control Plan directive (1992), no provision has been made for the current year. Cash and securities in the amount funded are held by the City of Hamilton and are included on the Balance Sheet netted against "Due from the City of Hamilton".

9. RENT STABILIZATION RESERVE

The amount of revenue set aside for this reserve is based on market unit operational surpluses and requires approval by the Ministry of Housing. This reserve may be used to stabilize rent increases or fund shortfalls in revenue.

10. INTEREST ADJUSTMENT DATE

The statement of operations covers the period from the interest adjustment date or January 1, 1994, whichever is later, to December 31, 1994. All operating costs incurred on the project to the interest adjustment date less all revenues received to that date are capitalized as capital assets. The following interest adjustment dates, determined by the Ministry of Housing, represent mortgage commencement dates:

772 Upper Paradise Road	July 1, 1986
580 Limeridge Road East	December 1, 1987
470 Stonechurch Road East	January 1, 1988
75 Wentworth Street North	January 1, 1992
1150 Limeridge Road East	January 1, 1990
1781 King Street East	January 1, 1992
67 Ossington Drive	January 1, 1992
1081 Rymal Road	June 1, 1992
10 Brock Street	May 1, 1994
25 Towercrest Drive	June 1, 1994
1285 Upper Gage	August 1, 1994
430 Cumberland Avenue	October 1, 1994

11. GOVERNMENT CONTRIBUTION PAYABLE

The government contribution payable contains the excess of revenue from operations before Ministry of Housing review of expenses, revenue and operating subsidies. This process is known as "reconciliation", after which the net payable/receivable is determined.

The Corporation of the City of Hamilton

MUNICIPAL NON-PROFIT (HAMILTON) HOUSING CORPORATION

NOTES TO FINANCIAL STATEMENTS – (Continued)

December 31, 1994

12. ESCROW FUNDS

The mortgage monies advanced exceed the total final capital costs for the following projects:

	Escrow Amount \$	Accrued Interest \$	Total Escrow Amount \$	Mortgage Maturity
1781 King Street East	703	76	779	Jan. 1, 1997
1081 Rymal Road	142,290	13,008	155,298	June 1, 1997
10 Brock Street	559	34	593	May 1, 1999
25 Towercrest Drive	255,071	4,559	259,630	June 1, 1999
1285 Upper Gage	26,599	538	27,137	Aug. 1, 1999
430 Cumberland Avenue	2,122		2,122	April 1, 1995
	<u>427,344</u>	<u>18,215</u>	<u>445,559</u>	

The Ministry of Housing has instructed the Corporation to return the escrow funds to the lenders except for 1781 King Street East. The funds have been deposited in escrow accounts held by the lenders. The amount for 1781 King Street East has been held by the City of Hamilton. The total escrow amounts will reduce their respective mortgages at maturity.

13. INCORPORATION

The Corporation was incorporated under Letters Patent dated March 13, 1985 as a corporation without share capital. On January 28, 1994 Supplementary Letters Patent were issued.

14. COMPARATIVE FIGURES

Certain comparative figures for 1993 have been reclassified to agree with financial statement presentation adopted for 1994.

MacGillivray Partners

Chartered Accountants

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Hamilton, Ontario L8P 4V2
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AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION

To the Directors of Municipal
Non-Profit (Hamilton) Housing Corporation,
Members of Council, Inhabitants
and Ratepayers of The Corporation of
the City of Hamilton

We have reported on this date on the balance sheet of the Municipal Non-Profit (Hamilton) Housing Corporation as at December 31, 1994 and the statement of operations for the year then ended. Our examination of the additional information included in schedule #1 for the year ended December 31, 1994 was limited to the extent necessary to allow us to express an opinion on the financial statements referred to above.

MacGillivray Partners

CHARTERED ACCOUNTANTS

Hamilton, Canada
March 28, 1995

The Corporation of the City of Hamilton

MUNICIPAL NON-PROFIT (HAMILTON) HOUSING CORPORATION

SCHEDULE #1

OPERATIONS – SHELTER

for the year ended December 31, 1994

	Total	772 Upper Paradise	580 Limeridge East
REVENUE			
Rentals – tenants	2,415,482	269,804	406,560
Operating subsidies – Government of Canada	1,091,074	164,125	114,450
– Province of Ontario	2,445,596	72,655	171,676
Other revenue	14,731	507	
	<u>5,966,883</u>	<u>507,091</u>	<u>692,686</u>
EXPENSES			
Labour and related costs			
Superintendent wages	92,919	15,048	7,200
Benefits	14,621		1,482
Rent allowance	54,003		8,904
	<u>161,543</u>	<u>15,048</u>	<u>17,586</u>
Maintenance, materials and services			
Building – general maintenance	116,863	24,728	16,810
Electrical systems	2,327		320
Grounds	110,742	12,506	23,828
Equipment	13,711	802	1,178
Heating and plumbing	7,757		510
Painting	35,524	4,485	2,677
Other (note 6)	25,858	509	490
	<u>312,782</u>	<u>43,030</u>	<u>45,813</u>
Utilities			
Electricity	58,685	655	689
Water	73,106	8,668	13,916
Fuel	31,404	243	588
	<u>163,195</u>	<u>9,566</u>	<u>15,193</u>
Property			
Insurance	33,098	4,292	5,749
Municipal taxes	1,062,284	125,117	167,860
Amortization of building			
– mortgage principal repayment	219,747	16,374	36,791
Mortgage interest	3,140,640	247,757	297,663
Legal fees	6,768	120	1,860
Bad debts	36,108	48	18,228
Goods and Services Tax (property managers – net)	13,103	1,549	2,216
Other	6,400	377	523
	<u>4,518,148</u>	<u>395,634</u>	<u>530,890</u>
Administration			
Property management fee	181,893	16,065	28,235
City of Hamilton staff and overhead	119,262	11,656	16,120
Legal and audit fees	14,069	1,151	868
	<u>315,224</u>	<u>28,872</u>	<u>45,223</u>
	<u>5,470,892</u>	<u>492,150</u>	<u>654,705</u>
Excess of revenue from operations (note 11)	<u>495,991</u>	<u>14,941</u>	<u>37,981</u>

Unaudited

The Corporation of the City of Hamilton

MUNICIPAL NON-PROFIT (HAMILTON) HOUSING CORPORATION

SCHEDULE #1

– (Continued)

OPERATIONS – SHELTER – (Continued)

for the year ended December 31, 1994

	470 Stone– Church East	1150 Limeridge	75 Wentworth N. Ashley/ Century
REVENUE			
Rentals – tenants	408,993	360,698	239,827
Operating subsidies – Government of Canada	149,359	252,919	136,771
– Province of Ontario	224,039	379,378	205,157
Other revenue		1,852	5,863
	<u>782,391</u>	<u>994,847</u>	<u>587,618</u>
EXPENSES			
Labour and related costs			
Superintendent wages	21,106	4,800	5,927
Benefits	2,893	1,328	3,072
Rent allowance	8,904	9,180	6,710
	<u>32,903</u>	<u>15,308</u>	<u>15,709</u>
Maintenance, materials and services			
Building – general maintenance	17,825	10,772	12,420
Electrical systems	225	366	436
Grounds	11,759	22,440	7,888
Equipment	1,184	2,161	1,287
Heating and plumbing	254	2,617	2,042
Painting	7,172	6,147	6,281
Other (note 6)	688		6,449
	<u>39,107</u>	<u>44,503</u>	<u>36,803</u>
Utilities			
Electricity	2,004	1,553	27,069
Water	13,231	13,342	6,302
Fuel	1,058	210	15,871
	<u>16,293</u>	<u>15,105</u>	<u>49,242</u>
Property			
Insurance	6,179	5,887	4,375
Municipal taxes	182,356	169,161	71,643
Amortization of building			
– mortgage principal repayment	35,295	16,585	29,104
Mortgage interest	362,595	573,109	269,865
Legal fees	1,859	1,515	
Bad debts	9,807	2,019	3,333
Goods and Services Tax (property managers – net)	1,923	2,056	1,223
Other	567	525	2,863
	<u>600,581</u>	<u>770,857</u>	<u>382,406</u>
Administration			
Property management fee	30,350	29,347	22,071
City of Hamilton staff and overhead	17,360	16,368	12,400
Legal and audit fees	868	1,868	1,128
	<u>48,578</u>	<u>47,583</u>	<u>35,599</u>
	<u>737,462</u>	<u>893,356</u>	<u>519,759</u>
Excess of revenue from operations (note 11)	<u>44,929</u>	<u>101,491</u>	<u>67,859</u>

Unaudited

The Corporation of the City of Hamilton

MUNICIPAL NON-PROFIT (HAMILTON) HOUSING CORPORATION

SCHEDULE #1 – (Continued)

OPERATIONS – SHELTER – (Continued)
for the year ended December 31, 1994

	1781 King Street East	67 Ossington Drive	1081 Rymal Road
REVENUE			
Rentals – tenants	67,939	96,371	145,440
Operating subsidies – Government of Canada	62,486		
– Province of Ontario	93,729	267,192	272,008
Other revenue	2,611	261	1,088
	<u>226,765</u>	<u>363,824</u>	<u>418,536</u>
EXPENSES			
Labour and related costs			
Superintendent wages	2,486	3,600	3,600
Benefits	1,692	820	570
Rent allowance	7,027	4,320	4,968
	<u>11,205</u>	<u>8,740</u>	<u>9,138</u>
Maintenance, materials and services			
Building – general maintenance	2,667	3,224	5,545
Electrical systems	518	130	332
Grounds	2,892	7,165	7,637
Equipment	261	67	84
Heating and plumbing	1,263	646	301
Painting	1,710	2,511	3,264
Other	3,111	959	3,123
	<u>12,422</u>	<u>14,702</u>	<u>20,286</u>
Utilities			
Electricity	12,557	168	449
Water	2,207	4,645	4,783
Fuel	2,837	30	214
	<u>17,601</u>	<u>4,843</u>	<u>5,446</u>
Property			
Insurance	1,477	1,797	2,041
Municipal taxes	21,711	52,248	63,489
Amortization of building			
– mortgage principal repayment	6,930	8,872	14,448
Mortgage interest	131,418	242,325	242,058
Legal fees		97	
Bad debts	969		
Goods and Services Tax (property managers–net)	538	651	824
Other	320	149	185
	<u>163,363</u>	<u>306,139</u>	<u>323,045</u>
Administration			
Property management fee	6,954	9,288	10,681
City of Hamilton staff and overhead	4,464	4,960	5,704
Legal and audit fees	868	868	868
	<u>12,286</u>	<u>15,116</u>	<u>17,253</u>
	<u>216,877</u>	<u>349,540</u>	<u>375,168</u>
Excess of revenue from operations (note 11)	<u>9,888</u>	<u>14,284</u>	<u>43,368</u>

Unaudited

The Corporation of the City of Hamilton

MUNICIPAL NON-PROFIT (HAMILTON) HOUSING CORPORATION

SCHEDULE #1 – (Continued)

OPERATIONS – SHELTER – (Continued) for the year ended December 31, 1994

	10 Brock	25 Towercrest	1285 Upper Gage
REVENUE			
Rentals – tenants	37,849	227,704	36,057
Operating subsidies – Government of Canada		186,858	24,106
– Province of Ontario	82,288	280,287	36,159
Other revenue	273	1,802	103
	<u>120,410</u>	<u>696,651</u>	<u>96,425</u>
EXPENSES			
Labour and related costs			
Superintendent wages		14,000	2,844
Benefits			
Rent allowance			
	<u>0</u>	<u>14,000</u>	<u>2,844</u>
Maintenance, materials and services			
Building – general maintenance	1,922	5,559	2,929
Electrical systems			
Grounds	2,718	9,537	1,622
Equipment		691	
Heating and plumbing			
Painting	352	925	
Other			
	<u>4,992</u>	<u>16,712</u>	<u>4,551</u>
Utilities			
Electricity	61	879	134
Water	1,300	725	1,487
Fuel	73	645	(33)
	<u>1,434</u>	<u>2,249</u>	<u>1,588</u>
Property			
Insurance	65	358	65
Municipal taxes	18,639	126,336	14,815
Amortization of building			
– mortgage principal repayment	3,605	14,224	12,561
Mortgage interest	71,467	432,101	46,365
Legal fees	750	567	
Bad debts		1,704	
Goods and Services Tax (property managers – net)	211	566	131
Other	57		118
	<u>94,794</u>	<u>575,856</u>	<u>74,055</u>
Administration			
Property management fee	2,865	13,200	1,893
City of Hamilton staff and overhead	1,654	9,259	1,343
Legal and audit fees	1,478	2,368	868
	<u>5,997</u>	<u>24,827</u>	<u>4,104</u>
	<u>107,217</u>	<u>633,644</u>	<u>87,142</u>
Excess of revenue from operations (note 11)	<u>13,193</u>	<u>63,007</u>	<u>9,283</u>

Unaudited

The Corporation of the City of Hamilton

MUNICIPAL NON-PROFIT (HAMILTON) HOUSING CORPORATION

SCHEDULE #1

- (Continued)

OPERATIONS - SHELTER - (Continued)

for the year ended December 31, 1994

	430
	<u>Cumberland</u>
REVENUE	
Rentals – tenants	118,240
Operating subsidies – Government of Canada	
– Province of Ontario	361,028
Other revenue	<u>371</u>
	<u>479,639</u>
EXPENSES	
Labour and related costs	
Superintendent wages	12,308
Benefits	2,764
Rent allowance	<u>3,990</u>
	<u>19,062</u>
Maintenance, materials and services	
Building – general maintenance	12,462
Electrical systems	
Grounds	750
Equipment	5,996
Heating and plumbing	124
Painting	
Other (elevator, security,...etc.)	<u>10,529</u>
	<u>29,861</u>
Utilities	
Electricity	12,467
Water	2,500
Fuel	<u>9,668</u>
	<u>24,635</u>
Property	
Insurance	813
Municipal taxes	48,909
Amortization of building	
– mortgage principal repayment	24,958
Mortgage interest	223,917
Legal fees	
Bad debts	
Goods and Services Tax (property managers–net)	1,215
Other	<u>716</u>
	<u>300,528</u>
Administration	
Property management fee	10,944
City of Hamilton staff and overhead	17,974
Legal and audit fees	<u>868</u>
	<u>29,786</u>
	<u>403,872</u>
Excess of revenue from operations (note 11)	<u>75,767</u>

Unaudited



The Corporation of the
CITY OF HAMILTON
HAMILTON, ONTARIO

FINANCIAL INFORMATION RETURN

1994

1994 FINANCIAL INFORMATION RETURN

MUNICIPALITY: The Corporation of the City of Hamilton

in the Region, County or District of: Hamilton-Wentworth

DECLARATION OF THE MUNICIPAL TREASURER

Pursuant to the determination of grants under the Ontario Unconditional Grants Act, and to the information required by the Province under the Municipal Affairs Act, the following schedules are attached:

	Attached
1 Analysis of Revenue Fund Revenues	<u>X</u>
2LT Analysis of Taxation	<u>X</u>
2UT Analysis of Upper Tier Requisitions and Direct Charges	<u>—</u>
2MA Analysis of Taxation in Merged Areas	<u>—</u>
3 Analysis of Current Revenue for Specific Functions	<u>X</u>
4 Analysis of Revenue Fund Expenditures	<u>X</u>
5 Analysis of Capital Operations	<u>X</u>
6 Analysis of Capital Grants and Own Expenditures	<u>X</u>
7 Analysis of Net Long Term Liabilities By Function	<u>X</u>
8 Analysis of Long Term Liabilities and Commitments	<u>X</u>
9LT Continuity of Upper Tier and School Board Levies	<u>X</u>
10 Continuity of Reserves and Reserve Funds	<u>X</u>
11 Analysis of Consolidated Year End Balances	<u>X</u>
12 Statistical Data	<u>X</u>
15 Ontario Financing of Capital Loan Repayments	<u>X</u>
13 Grant Information	<u>X</u>
14 Grant Information	<u>—</u>

The schedules have been drawn up in accordance with the instructions provided by the Ministry of Municipal Affairs. They represent the consolidated financial activities of the municipality, all local boards, including joint boards where applicable and any other local corporate entities set up by the municipality to provide services to ratepayers. The consolidated local boards and entities are:

- Hamilton Entertainment and Convention
- Facilities Inc.
- Hamilton Public Library Board
- Parking Authority of the City of Hamilton
- Barton General Business Improvement Area
- Concession Street Business Improvement Area
- International Village Business Improvement Area
- Ottawa Street Business Improvement Area
- Westdale Business Improvement Area
- Main Street West Esplanade Business Improvement Area
- Downtown Promenade Business Improvement Area

Trust funds administered by the municipality and its local boards, harbour commissions, humane societies, municipal non-profit housing corporations, provincial-municipal housing authorities, sinking funds, retirement or pension plan funds, school boards, conservation authorities, children's aid societies, district health councils, municipal hospitals and gas, telephone and hydro utilities are not consolidated.

The schedules have been prepared byThe City of Hamilton.....
(Auditor's firm or name of Municipality)

Questions regarding the information contained in them should be addressed to Mr. M.B. ChandraShekar

.....Supervisor of Accounting..... at (905) 546-4531
(Area code and telephone)

Date April 21 1995

Allen C. Less
Municipal Treasurer

To the Ministry of Municipal Affairs

Our audit of the consolidated financial statements of The Corporation of the City of Hamilton for the year ended December 31, 1994 was made for the purpose of forming an opinion on the consolidated financial statements referred to in our auditors' report to the Members of Council, Inhabitants and Ratepayers, dated April 3, 1995. Schedules 1 to 11 of the 1994 Financial Information Return have not been prepared on the same basis as the consolidated financial statements.

For the purposes of this report we have performed, at your request, the following procedures in connection with Schedules 1 to 11 of the Financial Information Return of The Corporation of the City of Hamilton for the year ended December 31, 1994:

- (a) We have compared amounts disclosed on these schedules to the books and records of the City and found them to be in agreement;
- (b) We have added and cross-added all schedules and found them to be arithmetically correct; and
- (c) We have checked the cross-references indicated in the "Cross-References to Other Schedules" section for each of the above noted schedules, as outlined in the "Instructions for Completing the 1994 Financial Information Return", and found all such cross-references to be in agreement.

The above noted procedures do not constitute an audit of these schedules. Therefore, we do not express an opinion on Schedules 1 to 11 of the 1994 Financial Information Return.

Mac Gillisray Partners

CHARTERED ACCOUNTANTS

Hamilton, Canada
April 3, 1995

ANALYSIS OF REVENUE FUND
REVENUES

for the year ended December 31, 1994

Municipality

The City of Hamilton

		total revenue	upper tier purposes	school board purposes	own purposes
		1 \$	2 \$	3 \$	4 \$
Taxation					
Taxation from schedule 2LT (or requisitions from schedule 2UT)	1	444,531,124	118,939,430	209,912,101	115,679,593
Direct water billings on ratepayers					
— own municipality	2				
— other municipalities	3				
Sewer surcharge on direct water billings					
— own municipality	4				
— other municipalities	5				
Subtotal	6	444,531,124	118,939,430	209,912,101	115,679,593
Payments in lieu of taxes					
Canada	7	838,409	424,666		413,743
Canada enterprises	8	553,430	147,491	262,242	143,697
Ontario					
The Municipal Tax Assistance Act	9				
The Municipal Act, section 157	10	1,524,150	772,105		752,045
Other	11	274,500	139,056		135,444
Ontario enterprises					
Ontario Housing Corporation	12	6,934,978	1,852,217	3,278,194	1,804,567
Ontario Hydro	13	2,514,476	1,267,000	13,065	1,234,411
Liquor Control Board of Ontario	14	147,287	74,603		72,684
Other	15	800,177	405,327		394,850
Municipal enterprises	16	4,874,152	2,466,307		2,407,845
Other municipalities and enterprises	17				
Subtotal	18	18,461,559	7,548,772	3,553,501	7,359,286
Ontario unconditional grants					
Per household general	19				
Per household police	20				
Transitional and special assistance	22				
Resource equalization	23				
General support	24				
Northern special support	25				
Apportionment guarantee	26				
Revenue guarantee	27				
Subtotal	28	7,906,393			7,906,393
Revenues for specific functions					
Ontario specific grants	29	5,956,312			5,956,312
Canada specific grants	30	414,648			414,648
Other municipalities—grants and fees	31	345,769			345,769
Fees, service charges and donations	32	30,344,514			30,344,514
Subtotal	33	37,061,243			37,061,243
Other revenue					
Trailer revenue and licences	34				
Licences and permits	35	3,757,615			3,757,615
Fines	37	3,221,309			3,221,309
Penalties and interest on taxes	38	8,865,621			8,865,621
Investment income—from own funds	39	1,195,294			1,195,294
—other	40				
Sale of publications, equipment, etc.	42	48,427			48,427
Contributions from capital fund	43	21,006			21,006
Contributions from reserves and reserve funds	44	953,521			953,521
Contributions from non consolidated entities	45	176,550			176,550
Vehicle insurance program	46	648,197			648,197
Miscellaneous	47	419,290			419,290
	48				
Sale of land	49				
Subtotal	50	19,306,830			19,306,830
Total revenue	51	527,267,149	126,488,202	213,465,602	187,313,345

ANALYSIS OF TAXATION
for the year ended December 31, 1994

LOCAL TAXABLE ASSESSMENT										MILL RATES									
		for computer use only				residential and farm	commercial and industrial	business	residential and farm	commercial, industrial and business									
						1	2	3	4	5									
						\$	\$	\$											
I. Own purposes																			
(a) Levied by mill rate																			
General	0	1	0	1	0	600,446,108	278,818,711	124,593,799	104.2203	122.6121									
police villages at reduced rates	0	1	0	2															
farms at reduced rates	0	1	0	3															
	0	1																	
	0	1																	
Special area rates and police villages																			
	0	1																	
	0	1																	
	0	1																	
	0	1																	
	0	1																	
	0	1																	
Subtotal levied by mill rate										0	1	4	0	0					
(b) Other charges on tax bills										Share of telephone and telegraph taxation					0	1	2	1	0
										Local improvements					0	1	2	2	0
										Sewer and water service charges					0	1	2	3	0
										Sewer and water connection charges					0	1	2	4	0
										Fire service charges					0	1	2	5	0
										Minimum tax (differential only)					0	1	2	6	0
										Municipal drainage charges					0	1	2	7	0
										Garbage collection charges					0	1	2	8	0
										Business improvement area					0	1	2	9	0
										.					0	1	3	0	0
										Subtotal special charges on tax bills					0	1	3	1	0
										Total own purposes taxation					0	1	3	2	0
General	0	2	0	1	0	600,446,108	278,818,711	124,593,799	106.9719	125.8493									
Special purposes																			
	0	2																	
	0	2																	
	0	2																	
	0	2																	
Subtotal levied by mill rate										0	2	4	0	0					
(b) Other charges on tax bills										Share of telephone and telegraph taxation					0	2	2	1	0
										Local improvements					0	2	2	2	0
										Sewer and water service charges					0	2	2	3	0
										Sewer and water connection charges					0	2	2	4	0
										Fire service charges					0	2	2	5	0
										.					0	2	3	0	0
										Subtotal special charges on tax bills					0	2	3	1	0
										Total upper tier taxation					0	2	3	2	0
III. School board purposes																			
Elementary public																			
Board of Education for the	0	3	0	1															
City of Hamilton	0	3	0	1		432,172,246	227,016,794	100,793,652	113.1485	133.1159									
Share of telephone and telegraph taxation										0	3	2	1	0					
Elementary separate										Subtotal elementary public					0	3	3	2	0
Hamilton-Wentworth Roman Catholic	0	4	0	1															
Separate School Board	0	4	0	1		168,273,862	51,801,917	23,800,147	113.1485	133.1159									
Share of telephone and telegraph taxation										0	4	2	1	0					
Secondary public										Subtotal elementary separate					0	4	3	2	0
Board of Education for the City	0	5	0	1															
of Hamilton	0	5	0	1		432,172,246	227,016,794	100,793,652	77.0493	90.6462									
Share of telephone and telegraph taxation										0	5	2	1	0					
Secondary separate										Subtotal secondary public					0	5	3	2	0
Hamilton-Wentworth Roman Catholic	0	7	0	1															
Separate School Board	0	7	0	1		168,273,862	51,801,917	23,800,147	77.0493	90.6462									
Share of telephone and telegraph taxation										0	7	2	1	0					
Subtotal secondary separate										0	7	3	2	0					
Total all school board taxation										0	8	3	2	0					

Municipality

The City of Hamilton

2LT
4

TAXES LEVIED			SUPPLEMENTARY TAXES			TOTAL TAXES
residential and farm	commercial and industrial	business	residential and farm	commercial and industrial	business	total columns 6 to 11
6	7	8	9	10	11	12
\$	\$	\$	\$	\$	\$	\$
62,578,674	34,186,548	15,276,707	502,589		720,829	113,265,347
1	62,578,674	34,186,548	15,276,707	502,589	720,829	113,265,347
2	370,911	1,757,540				1,757,540
						370,911
		260,731			25,064	285,795
3	370,911	1,757,540	260,731		25,064	2,414,246
4	62,949,585	35,944,088	15,537,438	502,589	745,893	115,679,593
	64,230,861	35,089,140	15,680,042	515,865	739,861	116,255,769
5	64,230,861	35,089,140	15,680,042	515,865	739,861	116,255,769
6	526,223	1,804,425				1,804,425
		353,013				879,236
7	526,223	2,157,438				2,683,661
8	64,757,084	37,246,578	15,680,042	515,865	739,861	118,939,430
9	48,899,641	30,219,545	13,417,238	423,897	709,173	93,669,494
		1,526,034				1,526,034
10	48,899,641	31,745,579	13,417,238	423,897	709,173	95,195,528
	19,039,935	6,895,659	3,168,178	121,748	73,402	29,298,922
18		452,694				452,694
11	19,039,935	7,348,353	3,168,178	121,748	73,402	29,751,616
	33,298,569	20,578,210	9,136,562	288,654	482,915	63,784,910
12		947,626				947,626
16	33,298,569	21,525,836	9,136,562	288,654	482,915	64,732,536
	12,965,383	4,695,647	2,157,393	82,905	49,983	19,951,311
19		281,110				281,110
17	12,965,383	4,976,757	2,157,393	82,905	49,983	20,232,421
14	114,203,528	65,596,525	27,879,371	917,204	1,315,473	209,912,101

ANALYSIS OF CURRENT REVENUE
FOR SPECIFIC FUNCTIONS

for the year ended December 31, 1994

Municipality

The City of Hamilton

		Ontario specific grants*	Canada grants	other municipalities- grants, fees, and service charges	fees, service charges and donations
		1 \$	2 \$	3 \$	4 \$
General government	1	107,755		12,817	7,095,919
Protection to persons and property					
Fire	2			195,656	80,239
Police	3				
Conservation authority	4				
Protective inspection and control	5				11,470
.	6				
Subtotal	7			195,656	91,709
Transportation services					
Roadways	8	2,856,548		148,928	2,635,295
Winter control	9	1,224,591		63,845	178,091
Transit	10				
Parking	11				4,562,778
Street lighting	12				
Air transportation	13				47,000
.	14				
Subtotal	15	4,081,139		212,773	7,423,164
Environmental services					
Sanitary sewer system	16				
Storm sewer system	17				
Waterworks system	18				750
Garbage collection	19				
Garbage disposal	20				
Pollution control	21				13,651
.	22				
Subtotal	23				14,401
Health services					
Public health services	24				
Public health inspections and control	25				
Hospitals	26				
Ambulance services	27				
Cemeteries	28				1,162,001
.	29				
Subtotal	30				1,162,001
Social and family services					
General assistance	31				
Assistance to aged persons	32	85,442			192,318
Assistance to children	33				
Day nurseries	34				
.	35				
Subtotal	36	85,442			192,318
Recreation and cultural services					
Parks and recreation	37				11,493,700
Libraries	38	1,419,489	188,305	(75,477)	495,392
Other cultural	39	239,136	77,995		677,362
Subtotal	40	1,658,625	266,300	(75,477)	12,666,454
Planning and development					
Planning and zoning	41				623,869
Commercial and industrial	42				616,736
Residential development	43	23,351	148,348		202,242
Agriculture and reforestation	44				255,701
Tile drainage/shoreline assistance	45				
.	46				
Subtotal	47	23,351	148,348		1,698,548
Electricity	48				
Gas	49				
Telephone	50				
Total	51	5,956,312	414,648	345,769	30,344,514

* includes Ontario financing of capital loans repayments (for details see schedule 15)

ANALYSIS OF REVENUE FUND
EXPENDITURES

for the year ended December 31, 1994

		salaries, wages and employee benefits	net long term debt charges*	materials, services, rents and financial expenses	transfers to own funds
		1 \$	2 \$	3 \$	4 \$
General government	1	15,206,184	474,513	14,165,697	6,278,649
Protection to persons and property					
Fire	2	29,347,846	815,189	1,407,559	660,537
Police	3				
Conservation authority	4		104,719		90,000
Protective inspection and control	5	3,787,057		1,290,127	1,064
	6				
Subtotal	7	33,134,903	919,908	2,697,686	751,601
Transportation services					
Roadways	8	11,119,443	2,646,350	1,571,909	2,288,734
Winter control	9	2,050,347		4,356,877	
Transit	10				
Parking	11	1,208,167	1,353,230	3,352,818	42,971
Street lighting	12	2,426		1,839,446	
Air transportation	13				
	14				
Subtotal	15	14,380,383	3,999,580	11,121,050	2,331,705
Environmental services					
Sanitary sewer system	16		4,945		
Storm sewer system	17				
Waterworks system	18			22,370	
Garbage collection	19	4,093,792		2,251,838	
Garbage disposal	20				
Pollution control	21	146,080		22,715	
	22				
Subtotal	23	4,239,872	4,945	2,296,923	
Health services					
Public health services	24				
Public health inspections and control	25				
Hospitals	26		17,600		
Ambulance services	27				
Cemeteries	28	2,245,187	27,104	627,414	86,588
	29				
Subtotal	30	2,245,187	44,704	627,414	86,588
Social and family services					
General assistance	31				
Assistance to aged persons	32	621,831	29,565	269,643	
Assistance to children	33				
Day nurseries	34				
	35				
Subtotal	36	621,831	29,565	269,643	
Recreation and cultural services					
Parks and recreation	37	21,294,927	5,861,795	11,114,623	389,570
Libraries	38	12,302,456	1,270,078	3,080,364	1,519,770
Other cultural	39	1,709,216	18,446	1,417,068	458
Subtotal	40	35,306,599	7,150,319	15,612,055	1,909,798
Planning and development					
Planning and zoning	41	433,925		1,325,026	
Commercial and industrial	42	337,328	3,401,917	676,582	16,000
Residential development	43	394,007	625,496	38,202	
Agriculture and reforestation	44	1,418,405		864,629	
Tile drainage/shoreline assistance	45				
	46				
Subtotal	47	2,583,665	4,027,413	2,904,439	16,000
Electricity	48				
Gas	49				
Telephone	50				
Total	51	107,718,624	16,650,947	49,694,907	11,374,341

* includes Ontario financing of capital loan repayments (for details see schedule 15)

other transfers	inter- functional transfers	total expenditure	
5	6	7	
\$	\$	\$	
222,286		36,347,329	1
515		32,231,646	2
			3
		194,719	4
1,952		5,080,200	5
			6
2,467		37,506,565	7
20,474		17,646,910	8
		6,407,224	9
			10
(3,449)		5,953,737	11
		1,841,872	12
			13
			14
17,025		31,849,743	15
		4,945	16
			17
		22,370	18
		6,345,630	19
			20
		168,795	21
			22
		6,541,740	23
			24
			25
		17,600	26
			27
423		2,986,716	28
			29
423		3,004,316	30
			31
1,034,279		1,955,318	32
265,151		265,151	33
			34
			35
1,299,430		2,220,469	36
211,693		38,872,608	37
		18,172,668	38
132,552		3,277,740	39
344,245		60,323,016	40
270		1,759,221	41
2,490		4,434,317	42
511		1,058,216	43
		2,283,034	44
			45
			46
3,271		9,534,788	47
			48
			49
			50
1,889,147		187,327,966	51

	8 \$
Total of column 2 includes:	
Payments to Ontario in respect of Down- town Revitalization Program loans 81	
Accrued interest (enter an amount only if the change to the accrual basis was made in this reporting year) 82	
Interest portion of transit debt charges included on line 10 83	
Total of column 3 includes:	
Ontario Clean Water Agency	
Provincial projects service charges	
—water 52	
—sewer 53	
Provincial projects frontage and connection charges—water 57	
—sewer 58	
Joint projects operating charges	
—water 54	
—sewer 55	
O.P.P. policing contracts 56	
Short term interest costs 60	
Total of column 5 includes:	
Grants to charitable and non-profit organizations 62	956,072
Grants to universities and colleges 63	
Contributions to UNCONSOLIDATED joint local boards	
Health unit 64	
District welfare board 65	
Home for the aged 66	
Recreation board(s) 67	
Fire area board 68	
Suburban roads commission 69	
• Senior Citizens Tax Credit 70	933,075
• 71	
Line 1 of column 7 includes:	
Members of council 72	1,443,707
Line 51 of column 7 includes:	
Payment in respect of long term commit- ments and liabilities financed from revenue, as approved by the Ontario Municipal Board or Council, as the case may be. Exclude debt charges reported in column 2. 73	

		1
		\$
Unfinanced capital outlay (Unexpended capital financing) at the beginning of the year	1	(14,732,293)
Sources of financing		
Contributions from own funds		
Revenue fund	2	2,200,000
Reserves and reserve funds	3	4,061,535
	Subtotal 4	6,261,535
Long term liabilities incurred		
Central Mortgage and Housing Corporation	5	
Ontario Financing Authority	7	
Commercial Area Improvement Program	9	
Other Ontario housing programs	10	
Ontario Clean Water Agency	11	
Other loans from Ontario Capital Corporations	50	
Tile drainage and shoreline property assistance programs	12	
The Public		
Serial debentures	13	75,625
Sinking fund debentures	14	12,220,000
.	15	
.	16	
.	17	
	Subtotal* 18	12,295,625
Grants and loan forgiveness		
Ontario	20	3,562,045
Canada	21	250,269
Other municipalities	22	88,616
	Subtotal 23	3,900,930
Other financing		
Prepaid special charges	24	4,864
Proceeds from sale of fixed assets	25	62,620
Investment income		
From own funds	26	
Other	27	4,766
Donations	28	81,895
.	30	
.	31	18,232
Miscellaneous revenue	Subtotal 32	172,377
	Total sources of financing 33	22,630,467
Applications		
Own expenditures		
Short term interest costs	34	
Other	35	21,424,970
	Subtotal 36	21,424,970
Transfers of proceeds from long term liabilities to:		
Other municipalities	37	
Unconsolidated local boards	38	
Individuals	39	
	Subtotal 40	
Transfers to reserves, reserve funds and the revenue fund	41	2,478,679
	Total applications 42	23,903,649
Unfinanced capital outlay (Unexpended capital financing) at the end of the year	43	(13,459,111)
Amount reported in line 43 analysed as follows:		
Unapplied capital receipts	44	(21,962,250)
To be recovered from:		
—taxation or user charges within term of council	45	
—proceeds from long term liabilities	46	7,088,827
—transfers from reserves and reserve funds	47	26,951
—other (specify) Receivables	48	1,387,361
Total unfinanced capital outlay (unexpended capital financing)	49	(13,459,111)
*amount in line 18 raised on behalf of other municipalities	19	

ANALYSIS OF CAPITAL GRANTS
AND OWN EXPENDITURES

for the year ended December 31, 1994

Municipality

The City of Hamilton

		CAPITAL GRANTS			TOTAL OWN EXPENDITURES
		Ontario grants	Canada grants	Other municipalities	
		1 \$	2 \$	3 \$	
General government	1				681,490
Protection to persons and property					
Fire	2	4,420			1,192,507
Police	3				
Conservation authority	4				8,923
Protective inspection and control	5				
.	6				
Subtotal	7	4,420			1,201,430
Transportation services					
Roadways	8	2,808,949		88,616	8,869,983
Winter control	9				
Transit	10				
Parking	11				612,283
Street lighting	12	225,934			897,769
Air transportation	13				
.	14				
Subtotal	15	3,034,883		88,616	10,380,035
Environmental services					
Sanitary sewer system	16				438
Storm sewer system	17				
Waterworks system	18				(749)
Garbage collection	19				
Garbage disposal	20				
Pollution control	21				29,017
.	22				
Subtotal	23				28,706
Health services					
Public health services	24				
Public health inspections and control	25				
Hospitals	26				
Ambulance services	27				
Cemeteries	28				
.	29				
Subtotal	30				
Social and family services					
General assistance	31				
Assistance to aged persons	32				463
Assistance to children	33				
Day nurseries	34				
.	35				
Subtotal	36				463
Recreation and cultural services					
Parks and recreation	37	418,240	140,541		7,325,465
Libraries	38	17,814	78,228		1,240,641
Other cultural	39	53,884	31,500		438,583
Subtotal	40	489,938	250,269		9,004,689
Planning and development					
Planning and zoning	41	6,000			
Commercial and industrial	42				79,439
Residential development	43	26,804			48,718
Agriculture and reforestation	44				
Tile drainage/shoreline assistance	45				
.	46				
Subtotal	47	32,804			128,157
Electricity	48				
Gas	49				
Telephone	50				
Total	51	3,562,045	250,269	88,616	21,424,970

ANALYSIS OF NET LONG TERM
LIABILITIES BY FUNCTION
as at December 31, 1994

Municipality

The City of Hamilton

		1 \$
General government	1	1,578,158
Protection to persons and property		
Fire	2	3,502,638
Police	3	
Conservation authority	4	438,160
Protective inspection and control	5	
.	6	
Subtotal	7	3,940,798
Transportation services		
Roadways	8	16,477,534
Winter control	9	
Transit	10	
Parking	11	4,279,329
Street lighting	12	
Air transportation	13	
.	14	
Subtotal	15	20,756,863
Environmental services		
Sanitary sewer system	16	5,000
Storm sewer system	17	
Waterworks system	18	
Garbage collection	19	
Garbage disposal	20	
Pollution control	21	
.	22	
Subtotal	23	5,000
Health services		
Public health services	24	
Public health inspections and control	25	
Hospitals	26	
Ambulance services	27	
Cemeteries	28	70,681
.	29	
Subtotal	30	70,681
Social and family services		
General assistance	31	
Assistance to aged persons	32	29,000
Assistance to children	33	
Day nurseries	34	
.	35	
Subtotal	36	29,000
Recreation and cultural services		
Parks and recreation	37	26,879,456
Libraries	38	6,029,405
Other cultural	39	61,415
Subtotal	40	32,970,276
Planning and development		
Planning and zoning	41	
Commercial and industrial	42	7,613,751
Residential development	43	1,970,631
Agriculture and reforestation	44	
Tile drainage/shoreline assistance	45	
.	46	
Subtotal	47	9,584,382
Electricity	48	
Gas	49	
Telephone	50	
Total	51	68,935,158

		1
		\$
1. Calculation of debt burden of the municipality		
All debt issued by the municipality, predecessor municipalities and consolidated entities		
: To Ontario and agencies	1	6,207,970
: To Canada and agencies	2	5,679,138
: To other	3	
Subtotal	4	11,887,108
Plus: All debt assumed by the municipality from others	5	102,109,092
Less: All debt assumed by others		
: Ontario – special purpose loans	80	
: Ontario – other	81	
: Schoolboards	7	
: Other municipalities	8	12,229,243
Subtotal	9	12,229,243
Less: Ontario Clean Water Agency debt retirement funds		
—sewer	10	
—water	11	
Own sinking funds (actual balances)		
—general municipal	12	32,831,799
—enterprises and other	13	
Subtotal	14	32,831,799
Total	15	68,935,158
Amount reported in line 15 analyzed as follows:		
Sinking fund debentures	16	60,939,200
Installment (serial) debentures	17	7,995,958
Long term bank loans	18	
Lease purchase agreements	19	
Mortgages	20	
Ontario Clean Water Agency	22	
.	23	
.	24	
2. Total debt payable in foreign currencies (net of sinking fund holdings)		\$
U.S. dollars—Canadian dollar equivalent included in line 15 above	25	
—par value of this amount in U.S. dollars	26	
Other —Canadian dollar equivalent included in line 15 above	27	
—par value of this amount in _____	28	
3. Interest earned on sinking funds and debt retirement funds during the year		\$
Own funds	29	3,237,724
Ontario Clean Water Agency — sewer	30	
— water	31	
4. Actuarial balance of own sinking funds at year end	32	\$ 32,831,799
5. Long term commitments and contingencies at year end		\$
Total liability for accumulated sick pay credits	33	9,973,490
Total liability under OMERS plans		
—initial unfunded (payable over____years) (number of employees____)	34	
—actuarial deficiency (payable over____years)	35	
Total liability for own pension funds		
—initial unfunded (payable over____years) (number of employees____)	36	
—actuarial deficiency (payable over____years)	37	
Outstanding loans guaranteed (payable over____years)	38	
Commitments and liabilities financed from revenue, as approved by the Ontario Municipal Board or Council, as the case may be		
—hospital support	39	
—university support	40	
—leases and other agreements	41	
Other (specify) .	42	
.	43	
.	44	
Total	45	9,973,490

6. Ontario Clean Water Agency Provincial Projects				accumulated surplus (deficit)	total outstanding capital obligation	debt charges
				1 \$	2 \$	3 \$
Water projects —for this municipality only	46					
—share of integrated project(s)	47					
Sewer projects —for this municipality only	48					
—share of integrated project(s)	49					

				principal	interest
				1 \$	2 \$
7. 1994 Debt Charges					
Recovered from the consolidated revenue fund	1				
—general tax rates*	50			6,470,912	8,735,020
—special area rates and special charges	51				
—benefitting landowners	52			148,814	205,453
—user rates (consolidated entities)	53			367,073	723,675
Recovered from reserve funds	54				
Recovered from unconsolidated entities					
—hydro	55				
—gas and telephone	57				
—	56				
—	58				
—	59				
Total	78			6,986,799	9,664,148

8. Future principal and interest payments on <u>existing</u> net debt							
		recoverable from the consolidated revenue fund		recoverable from reserve funds		recoverable from unconsolidated entities	
		principal	interest	principal	interest	principal	interest
		1 \$	2 \$	3 \$	4 \$	5 \$	6 \$
1995	60	(1,220,556)	9,636,459				
1996	61	7,606,815	7,798,379				
1997	62	5,562,921	7,476,683				
1998	63	5,586,233	6,293,996				
1999	64	3,851,258	5,002,789				
2000-2004	65	12,078,119	16,415,199				
2005 onwards	79	35,470,368	1,843,117				
Interest to be earned on sinking funds*	69		28,254,074				
Downtown revital- ization program	70						
Total	71	68,935,158	82,720,696				

*includes interest to be earned on Ontario Clean Water Agency debt retirement funds

9. Future principal payments on <u>expected new</u> debt			
			1 \$
1995	72		
1996	73		969,467
1997	74		1,059,143
1998	75		1,157,114
1999	76		1,264,147
Total	77		4,449,871

10. Other notes (attach supporting schedule as required)	
--	--

*includes Ontario financing of capital loans repayments (for details see schedule 15)

CONTINUITY OF UPPER TIER AND
SCHOOL BOARD LEVIES
for the year ended December 31, 1994

		balance at beginning of year	amounts requisitioned	supplementary taxes	total expended
UPPER TIER		1	2	3	4
Included in general mill rate for upper tier purposes		\$	\$	\$	\$
General requisition.	1		85,926,023	1,255,726	87,181,749
Special purpose requisitions					
Water rate	2				
Transit rate	3		19,586,410		19,586,410
Sewer rate	4				
Library rate	5				
Road rate	6				
.	7		8,043,050		8,043,050
.	8		10,838,910		10,838,910
Payments in lieu of taxes	9				
Telephone and telegraph taxation	10				
Subtotal levied by mill rate—general	11	(190,607)	124,394,393	1,255,726	125,650,119
Special purpose requisitions					
Water	12				
Transit	13				
Sewer	14				
Library	15				
.	16				
.	17				
Subtotal levied by mill rate—special areas	18				
Special charges	19		879,236		879,236
Direct water billings	20				
Sewer surcharge on direct water billings	21				
Total region or county	22	(190,607)	125,273,629	1,255,726	126,529,355

		balance at beginning of year	amounts requisitioned	supplementary taxes	pupils' fees, share of trailer licences
SCHOOL BOARDS		1	2	3	4
		\$	\$	\$	\$
Elementary public (specify) Board of Education					
for the City of Hamilton	30	(129,217)	95,804,641	1,133,070	
.	31				
Elementary separate (specify) Hamilton-Wentworth					
Roman Catholic Separate School Board	40	(79,788)	29,964,398	195,150	
.	41				
.	42				
Secondary public (specify) Board of Education					
for the City of Hamilton	50	(80,270)	65,155,036	771,569	
.	51				
Secondary separate (specify) Hamilton-Wentworth					
Roman Catholic Separate School Board	70	(49,542)	20,382,106	132,888	
.	71				
.	72				
Total school boards	36	(338,817)	211,306,181	2,232,677	

Municipality

The City of Hamilton

9LT
13

amount levied	telephone and telegraph taxation	share of Provincial grants	share of payments in lieu of taxes	other	total raised	balance at end of year
5 \$	6 \$	8 \$	9 \$	10 \$	12 \$	11 \$
116,255,769	1,804,425		7,548,772		125,608,966	(231,760)
879,236					879,236	
117,135,005	1,804,425		7,548,772		126,488,202	(231,760)

total expended	amount levied	telephone and telegraph taxation	share of payments in lieu of taxes	pupils' fees, share of trailer licences	total raised	balance at end of year
5 \$	6 \$	7 \$	8 \$	9 \$	10 \$	11 \$
96,937,711	93,669,494	1,526,034	1,609,494		96,805,022	(261,906)
30,159,548	29,298,922	452,694	504,484		30,256,100	16,764
65,926,605	63,784,910	947,626	1,095,992		65,828,528	(178,347)
20,514,994	19,951,311	281,110	343,531		20,575,952	11,416
213,538,858	206,704,637	3,207,464	3,553,501		213,465,602	(412,073)

for the year ended December 31, 1994

		1 \$
Balance at the beginning of the year	1	100,298,474
Revenues		
Contributions from revenue fund	2	9,174,341
Contributions from capital fund	3	2,457,673
Development Charges Act	67	1,014,152
Lot levies and subdivider contributions	60	
Recreational land (the Planning Act)	61	800,121
Investment income—from own funds	5	5,552,494
—other	6	
Province of Ontario - Grants	9	17,617
Proceeds from Sale of Land and Equipment	10	1,838,735
	11	
Other	12	4,367,696
Total revenue	13	25,222,829
Expenditures		
Transferred to capital fund	14	4,061,535
Transferred to revenue fund	15	953,521
Charges for long term liabilities—principal and interest	16	
Acquisition of Properties and Related costs	63	1,548,719
Purchases & Maintenance of Equipment, Vehicles	20	2,312,810
Other	21	17,733,830
Total expenditure	22	26,610,415
Balance at the end of the year for:		
Reserves	23	77,714,964
Reserve Funds	24	21,195,924
Total	25	98,910,888
analysed as follows:		
Working funds		12,925,319
Contingencies	26	1,554,967
Ontario Clean Water Agency fund for renewals, etc.	27	
—sewer		
—water	28	
Replacement of equipment	29	16,839,989
Sick leave	30	4,320,695
Insurance	31	3,181,458
Workers' compensation	32	1,192,426
Capital expenditure—general administration	33	6,122,193
—roads	34	
—sanitary and storm sewers	35	
—parks and recreation	36	
—library	64	67,987
—other cultural	65	72,280
—water	66	1,638,550
—transit	38	
—housing	39	
—industrial development	40	752,314
—other and unspecified	41	403,719
	42	
Development Charges Act	68	6,030,634
Lot levies and subdivider contributions	44	
Recreational land (the Planning Act)	46	3,914,373
Parking revenues	45	381,346
Debenture repayment	47	7,955,536
Exchange rate stabilization	48	
Waterworks current purposes	49	
Transit current purposes	50	
Library current purposes	51	1,016,641
Repairs	52	3,705,508
Property Purchases	53	4,013,935
General Administration and Employee Benefits	54	20,201,445
Emergency Snow Removal	55	51,791
Various Loan Programs	56	2,247,504
Early Retirement	57	320,278
Total	58	98,910,888

		1	2
		\$	\$
ASSETS			
Current assets			portion of cash not in chartered banks
Cash		44,961,511	
Accounts receivable	1		
Canada		309,674	
Ontario	2		
Region or county	3	2,735,717	
Other municipalities	4	7,054,494	
School boards	5	138,905	
Waterworks	6	4,802,622	portion of taxes receivable for business taxes
Other (including unorganized areas)	7		
	8	7,340,274	
Taxes receivable			
Current year's levies	9	37,463,456	3,086,921
Previous year's levies	10	27,581,854	4,263,836
Prior years' levies	11		
Penalties and interest	12		
Less allowance for uncollectables	13	(2,500,000)	()
Investments (market value \$14,112,087)			
Canada	14		
Provincial	15	500,000	
Municipal	16	10,482,063	
Other	17	2,852,031	portion of line 20 for tax sale/tax registration
Other current assets	18	5,171,174	
Capital outlay to be recovered in future years	19	68,935,158	
Other long term assets	20	4,127,154	
	21	221,956,087	
Total			
LIABILITIES			portion of loans not from chartered banks
Current liabilities			
Temporary loans—current purposes	22		
—capital—Ontario	23		
—Canada	24		
—Other	25		
Accounts payable and accrued liabilities			
Canada	26	5,974	
Ontario	27	876,889	
Region or county	28	653,632	
Other municipalities	29		
School boards	30	38,914	
Trade accounts payable	31	27,216,816	
Other	32	8,309,758	
Other current liabilities	33	2,873,816	
Net long term liabilities			
Recoverable from the Consolidated Revenue Fund			
—general tax rates	34	63,638,895	
—special area rates and special charges	35		
—benefitting landowners	36	1,711,063	
—user rates (consolidated entities)	37	3,585,200	
Recoverable from Reserve Funds	38		
Recoverable from unconsolidated entities	39		
Less: Own holdings	40	()	
Reserves and reserve funds	41	98,910,888	
Accumulated net revenue (deficit)			
General revenue	42	33,016	
Special charges and special areas (specify)			
Local Improvement Pre-levy	43	1,066,065	
.	44		
.	45		
.	46		
Consolidated local boards (specify)			
Transit operations	47		
Water operations	48		
Libraries	49		
Cemeteries	50		
Recreation, community centres and arenas	51		
Business Improvement Areas	52	219,883	
.	53		
.	54		
.	55		
Region or county	56	(231,760)	
School boards	57	(412,073)	
Unexpended capital financing/(unfinanced capital outlay)	58	13,459,111	
	59	221,956,087	
Total			

1. Number of continuous full time employees as at December 31			1	215	
Administration			1	215	
Non-line Departmental Support Staff			2	606	
Fire			3	447	
Police			4		
Transit			5		
Public Works			6	455	
Health Services			7		
Homes for the Aged			8		
Other Social Services			9		
Parks and Recreation			10	166	
Libraries			11	215	
Planning			12		
Total			13	2,104	
			continuous full time employees December 31	Other	
2. Total expenditures during the year on:			1 \$	2 \$	
Wages and salaries			14	95,288,867	6,906,471
Employee benefits			15	16,346,131	331,609
3. Reductions of tax roll during the year (lower tier municipalities only)				1 \$	
Cash collections: Current year's tax			16	403,873,866	
Previous years' tax			17	31,593,236	
Penalties and interest			18	14,255,478	
Subtotal			19	449,722,580	
Discounts allowed			20	362,539	
Tax adjustments under section 363 and 364 of the Municipal Act					
—amounts added to the roll			22	()	
—amounts written off			23		
Tax adjustments under sections 421, 441, and 442 of the Municipal Act					
—recoverable from upper tier and school boards			24	6,670,817	
—recoverable from general municipal accounts			25	2,368,272	
Transfers to tax sale and tax registration accounts			26		
The Municipal Elderly Residents' Assistance Act—reductions			27	922,350	
—refunds			28	10,725	
Other (specify)			80		
Total reductions			29	460,057,283	
Amounts added to the tax roll for collection purposes only			30		
Business taxes written off under subsection 441 (1) of the Municipal Act			81		
4. Tax due dates for 1994 (lower tier municipalities only)				1	
Interim billings: Number of installments			31		
Due date of first installment (MMDDYY)			32	02/28/94	
Due date of last installment (MMDDYY)			33	03/31/94	
Final billings: Number of installments			34	2	
Due date of first installment (MMDDYY)			35	06/30/94	
Due date of last installment (MMDDYY)			36	09/29/94	
Supplementary taxes levied with 1995 due date			37	\$	
5. Projected capital expenditures and long term financing requirements as at December 31			long term financing requirements		
gross expenditure			approved by the O.M.B. or council	submitted but not yet approved by the O.M.B. or council	forecast not yet submitted to the O.M.B. or council
1 \$			2 \$	3 \$	4 \$
Estimated to take place					
In 1995	58	32,188,800			
In 1996	59	29,196,800			
In 1997	60	33,315,800			
In 1998	61	31,137,800			
In 1999	62	27,952,800			
Total	63	153,792,000			
			balance in fund	loans outstanding	
6. Ontario Home Renewal Plan trust fund at year end			82	1 \$ 4,762,985	2 \$ 155,364

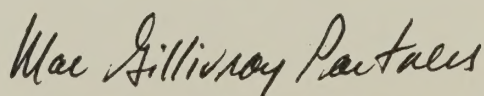
7. Analysis of direct water and sewer billings as at December 31				water		
	number of residential units	1994 billings				
		residential units	all other properties			
	1	2	3			4
		\$	\$			
In this municipality	39					
In other municipalities (specify municipality)						
.	40					
.	41					
.	42					
.	43					
.	64					
				sewer		
	number of residential units	1994 billings				
		residential units	all other properties			
	1	2	3			
		\$	\$			
In this municipality	44					
In other municipalities (specify municipality)						
.	45					
.	46					
.	47					
.	48					
.	65					
				water	sewer	
Number of residential units in this municipality receiving municipal water and sewer services but which are not on direct billing				1	2	
				66		
8. Selected investments of own sinking funds as at December 31				other municipalities, school boards	Province	Federal
	own municipality					
	1	2	3	4		
	\$	\$	\$	\$		
Own sinking funds	83					
9. Borrowing from own reserve funds					1	
					\$	
Loans or advances due to reserve funds as at December 31				84		
10. Joint boards consolidated by this municipality				total board expenditure	contribution from this municipality	this municipality's share of total municipal contributions
	name of joint boards					for computer use only
				1	2	3
				\$	\$	%
	53					4
.	54					
.	55					
.	56					
.	57					
11. Applications to the Ontario Municipal Board or to Council				tile drainage shoreline assistance, downtown revitalization electricity gas, telephone	other submitted to O.M.B.	other submitted to council
						total
				1	2	3
				\$	\$	\$
Approved but not financed as at Dec. 31, 1993	67				16,695,810	5,310,749
Approved in 1994	68					21,252,882
Financed in 1994	69				7,177,610	5,118,014
No long term financing necessary	70				41,136	3,142
Balance approved but not financed as at Dec. 31, 1994	71				9,477,064	21,442,475
Applications submitted but not approved as at December 31, 1994	72					30,919,539
12. Forecast of total revenue fund expenditures						
		1995	1996	1997	1998	1999
		1	2	3	4	5
		\$	\$	\$	\$	\$
73		189,000,000	192,000,000	195,000,000	197,000,000	201,000,000

To the Ministry of Municipal Affairs

At your request, we have audited grant information Schedule 13 of the Financial Information Return of the Corporation of the City of Hamilton for the year ended December 31, 1994, prepared in accordance with the "Instructions for Completing the 1994 Financial Information Return", issued by the Ministry of Municipal Affairs. This financial information is the responsibility of the Corporation's management. Our responsibility is to express an opinion on this financial information based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial information is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial information. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial information.

In our opinion, this schedule presents fairly, in all material respects, the grant information shown therein in accordance with the "Instructions for Completing the 1994 Financial Information Return" issued by the Ministry of Municipal Affairs.



CHARTERED ACCOUNTANTS

Hamilton, Canada
April 3, 1995

GRANT INFORMATION

for the year ended December 31, 1994

municipality

The City of Hamilton

ANALYSIS OF REVENUE FUND REVENUES

1

Note: Upper tiers use column 4 only.

		upper tier purposes 2 \$	own purposes 4 \$
Taxation			
Direct water billings on ratepayers - own municipality	2		
Sewer surcharge on direct water billings - own municipality	4		
Payments in lieu of taxes			
Subtotal	18	7,548,772	7,359,286

2LT

ANALYSIS OF TAXATION

LOCAL TAXABLE ASSESSMENT

		residential and farm 1 \$	commercial and industrial 2 \$	business 3 \$
I. Own purposes				
(a) Levied by mill rate				
General	30	600,446,108	278,818,711	124,593,799
police villages at reduced rates	31			
farms at reduced rates	32			

TAXES LEVIED

		commercial and industrial 7 \$	business 8 \$	total 12 \$
Subtotal levied by mill rate	1	34,186,548	15,276,707	
Share of telephone and telegraph taxation	2			1,757,540
Total own purposes taxation	4			115,679,593
II. Upper tier purposes				
Subtotal levied by mill rate	5	35,089,140	15,680,042	
Share of telephone and telegraph taxation	6			1,804,425
Total upper tier taxation	8			118,939,430

ANALYSIS OF CAPITAL OPERATIONS

5

Other financing			1 \$
Prepaid special charges	24		4,864

